SOUTH GATE CITY COUNCIL/ SOUTH GATE HOUSING AUTHORITY/ SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE
SPECIAL JOINT BUDGET MEETING AGENDA

Tuesday, June 9, 2026 at 6:30 p.m.

# JOINT BUDGET MEETING AGENDA

## SOUTH GATE COUNCIL CHAMBERS
## 8650 CALIFORNIA AVENUE
## SOUTH GATE, CA 90280

## DIAL-IN NUMBER 1 (213) 338-8477
## MEETING ID: 873 1579 4571

## VIEW MEETING LIVE ONLI477 NE AT:
## HTTPS://YOUTUBE.COM/@SOUTHGATECA90280

**City Officials**

| | |
|---|---|
| **MAYOR,** Joshua Barron | **CITY CLERK,** Yodit Glaze |
| **VICE MAYOR,** Al Rios | **CITY TREASURER,** Jose De La Paz |
| **COUNCIL MEMBER,** Maria del Pilar Avalos | **CITY MANAGER,** Rob Houston |
| **COUNCIL MEMBER,** Maria Davila | **CITY ATTORNEY,** Raúl F. Salinas |
| **COUNCIL MEMBER,** Gil Hurtado | |

**1. VIEW THE MEETING LIVE ONLINE VIA YouTube: South Gate, CA - YouTube**
**Please allow up to 24 hours after the meeting for the archive to be available.**
**2. LISTEN TO THE MEETING ONLINE VIA ZOOM:**
**https://us06web.zoom.us/j/87315794571**
**To address the City Council press *9 to raise your hand and *6 to unmute yourself when instructed.**
**3. PARTICIPATE BEFORE THE MEETING by emailing the City Clerk at:**

**yglaze@sogate.org no later than 4:00 p.m. on the day of the meeting. Please write "Public Comment" in the subject line.**
**4. ATTEND THE MEETING IN PERSON**
***The disruption in service of any alternative method does not prelude the City Council or other legislative body from taking further action and moving forward on the agenda.**

**Meeting Schedule**

The regular meetings of the City Council are held on the second and fourth Tuesday of each month, closed session business will usually commence at 5:30 p.m., when scheduled, and general business session will commence at 6:30 p.m.

**Brown Act**

Agendas are drafted to accurately state what the legislative body is being asked to consider. The legislative body can take action on "all items" listed on the agenda and be in compliance with the open meeting laws. Under the Brown Act, no action may be taken on a matter unless it is listed on the agenda, or unless certain emergency or special circumstances exist. The governing body may direct staff to investigate and/or schedule certain matters for consideration at a future meeting.

**City's Vision Statement**

We envision a thriving, safe and inclusive community where everyone has the opportunity to access exceptional services, education and support to be resilient and live full, vibrant lives.

**Public Communications**

Public Comments on agenda items are limited to three (3) minutes. All comments are to be addressed directly to the Agency Members not to the members of the public.

Emails for public comment received prior to 4:00 pm on the day of the Council Meeting will be summarized by the City Clerk, not read in its entirety. A copy of the email will be provided to the City Council and will also be available at the City Clerk's Office for public review. A copy of each email will be recorded for public record and noted on the official minutes of tonight's meeting.

## Call to Order/Roll Call With Invocation & Pledge

**CALL TO ORDER:** Joshua Barron, Mayor

**INVOCATION:** Tina De La Rosa, Acting Director of Parks & Recreation

**PLEDGE OF ALLEGIANCE:**

**ROLL CALL:** Yodit Glaze, City Clerk

## Public Hearings

**1. Continued from 04/28/2026 Meeting - Draft Community Development Block Grant (CDBG) and HOME Investment Partnership FY 2026-2027**

Following the conclusion of the public hearing, the City Council will consider: (CD)

a. Adopting a Resolution approving the Fiscal Year 2026-2027 Annual Action Plan;

b. Authorizing the City Manager, or designee, to submit to the U.S. Department of Housing and Urban Development (HUD) the Fiscal Year 2026-2027 Annual Action Plan; and

c. Authorizing the City Manager or his designee to enter into agreements with eligible subrecipients in a form acceptable to the City Attorney.

Documents:

Item 1 Report 06092026.pdf

**2. Fiscal Year 2026-27 Budget, Master Fee and Charges Schedule, CIP and Appropriations Limit for Fiscal Yr. 2026-27**

Following the conclusion of the public hearing, the City Council will consider: (AS)

a. Receive and file presentations on the Proposed FY 2026-27 Budgets and 1-Year Capital Improvement Program (CIP);

b. Adopt a Resolution approving the FY 2026-27 Municipal Budget in the amount of $282,102,715, including all funds and departments, and adopting the included Financial and Budgetary Policies, along with any additions or deletions the Legislative Bodies may enact;

c. Adopt a Resolution recalculating the FY 2025-26 Gann Appropriations Limit in the amount of $109,371,003 and establishing the FY 2026-27 Gann Appropriations Limit in the amount of $114,853,681;

d. Adopt a Resolution establishing the FY 2026-27 Master Fees and Charges Schedule and rescinding Resolution No. 2025-26-CC.

Documents:

Item 2 Report 06092026.pdf

## Reports and Presentations

**3. Potential Language Change of UUT Measure**

The City Council will consider: (CM)

a. Selecting a Utility Users Tax rate of 8% or 9%, in place of the 7% rate reflected in the documents presented on April 14, 2026;

b. Adopting the Amended and Restated Resolution, submitting the revised ballot measure

to the voters at the November 3, 2026 General Municipal Election, by the required two-thirds vote of the full Council under California Government Code section 53724(b);

c. Approving the revised proposed Ordinance for submission to the voters; and

d. Directing staff to transmit the adopted documents to the Los Angeles County Registrar-Recorder/County Clerk before the August 7, 2026 filing deadline.

Documents:

Item 3 Report 06092026.pdf

**4. Zoom and Agenda Translation Update**
-

## Comments From The Audience - Non-Agenda Items

During this time, members of the public may address the City Council regarding any items not listed on the agenda and within the subject matter jurisdiction of the City Council and not on this agenda. Comments from the audience will be limited to three (3) minutes per speaker; unless authorized by the Mayor, the time limit may not be extended by utilizing another member's time. There will be no debate or action on items not listed on the agenda unless authorized by law. The collective initial period of time for comments from the audience shall be limited to 45 minutes. Any speaker that did not get a chance to speak during this segment due to the 45-minute limitations will be able to speak at the end of the meeting prior to adjournment.

Note: The City Council desires to provide all members of the public with the opportunity to address the Council. Nevertheless, obscene language, comments intended to disrupt/interfere, other actions which disrupt the progress of the meeting or slanderous comments will not be tolerated and may result in ejection and/or may constitute a violation of South Gate Municipal Code Section1.04.110.

## Reports And Comments From City Officials

During this time, members of the City Council will report on matters pertaining to their service on various intergovernmental boards and commissions as a representative of the City pursuant to Assembly Bill 1234. City Council Members will also have an opportunity to comment on matters not on the agenda.

## Consent Calendar Items

Agenda Items **5,6,7,8,9,10,11,12**,**13,14,15, and 16** are Consent Calendar Items. All items including Ordinances, Resolutions and Contracts, may be approved by adoption of the Consent Calendar, individually and collectively by one (1) motion. There will be no separate discussion of these items unless Members of the City Council, the public, or staff request that specific items be removed from the Consent Calendar for separate discussion and action. Members of the public are permitted to speak on any item listed but their time period is limited to three (3) minutes in total.

Any motion to introduce or adopt an Ordinance on the Consent Calendar shall be: (1) a motion to waive the reading of the Ordinance and introduce the Ordinance or (2) a motion to waive the reading of the Ordinance and adopt the Ordinance, as appropriate.

**5. Calling for the General Municipal/Consolidated Election of November 3, 2026**

The City Council will consider: (CLERK)

a. Adopting a Resolution calling for the holding of a General Municipal Election to be held on Tuesday, November 3, 2026, for the election of certain officers and requesting the Board of Supervisors of the County of Los Angeles to consolidate the election with any and all elections also called to be held on Tuesday, November 3, 2026 and requesting the Board to render specified services to the City relating to the conduct of a General Municipal Election to be held on Tuesday, November 3, 2026;

b. Adopting a Resolution approving regulations for Candidates for Elective Office pertaining to Candidates' Statement Submitted to the voters at the General Municipal Election to be held on Tuesday, November 3, 2026;

c. Adopting a Resolution to resolve a tie vote by Lot using the coin toss method for Elective Offices in the event of a tie vote at the November 3, 2026, Municipal Election; and

d. Authorizing the City Clerk to issue a notice of a General Municipal Election to be held on November 3, 2026.

Documents:

Item 5 Report 06092026.pdf

**6. Adopt Ordinance Granting a Franchise Agreement to Torrance Pipeline Company, LLC**

The City Council will consider: (PW)

a. Waiving the reading in full and adopt Ordinance No. _____ granting a **five-year** franchise to Torrance Pipeline Company, LLC, with an **automatic five-year extension** unless the City provides timely notice of termination, for the **use, maintenance, repair, and replacement** of one existing pipeline beneath designated public streets, together with related appurtenances, for the transmission and distribution of oil and oil products.

Documents:

Item 6 Report 06092026.pdf

**7. Approve Resolution Adopting the Local Streets and Roads Funding Program Project List for Fiscal Year 2026-27**

The City Council will consider: (PW)

a. Adopting a Resolution adopting the Local Streets and Roads Funding Program Project List for Fiscal Year 2026/27 to program (a) $350,000 in Senate Bill 1 funds for the Annual Sidewalk Grinding Program, (b) $1,450,000 in Senate Bill 1 funds for the Citywide Residential Resurfacing Phase V, (c) $408,180 in Senate Bill 1 funds for the Citywide Residential Resurfacing Phase VI, and (d) $400,000 in Senate Bill 1 funds for the Citywide Sidewalk Improvements Phase XI, for a grant total of $2,608,180 in Senate Bill 1 funds.

Documents:

Item 7 Report 06092026.pdf

**8. Approve Amendment No. 1 to Contract No. 2022-83-CC with United Pacific Services for Modification of Tree Trimming Cycle from a 4-Year to a 5-Year Cycle**

The City Council will consider: (PW)

a. Approving Amendment No. 1 to the Agreement with United Pacific Services, Inc., extending the agreement through June 30, 2027, for continued citywide tree maintenance services and modifying the tree trimming cycle from a four-year cycle to a five-year cycle, for a not to exceed amount of $859,955; and

b. Authorizing the Mayor to execute Amendment No. 1 to the Agreement, Contract No. 2022-83-CC, in a form acceptable to the City Attorney.

Documents:

Item 8 Report 06092026.pdf

**9. Approve Amendment No. 1 to Contract No. 2025-86-AC with MV Cheng & Assoc. Extending Professional Financial and Accounting Services and Reallocation of Funds**

The City Council will consider: (AS)

a. Approving Amendment No. 1 to Contract No. 2025-86-AC, Professional Services Agreement with MV Cheng, extending the professional financial and accounting services contract through December 31, 2026, or until project completion,

b. Authorizing the Mayor to execute Amendment No. 1 in a form acceptable to the City Attorney, and

c. Approving the reallocation of $5,000.00 from Salaries (Account No. 100-301-12-5101) to Professional Services (Account No. 100-301-12-6101) to fund the contract for the remainder of the current fiscal year (FY 2025-26).

Documents:

Item 9 Report 06092026.pdf

**10. Approve Agreement with NV5 for Construction Management and Inspection**

**Services City Hall Reroof Project, City Project No. 732-ARC**

The City Council will consider: (PW)

a. Approving an Agreement with NV5, Inc. to perform construction management and inspection services on the South Gate Park Wells Reservoir Interconnection City Project No. 746-WTR (Interconnection Project), in an amount not-to-exceed $68,603;

b. Authorizing the City Manager to approve and execute amendments to the Agreement up to a cumulative amount of $50,000; and

c. Authorizing the Mayor to execute the Agreement in a form acceptable to the City Attorney.

Documents:

Item 10 Report 06092026.pdf

**11. Approve Agreement with JA Salazar for Construction of South Gate Park Wells Reservoir Interconnection Project, City Project No. 746-WTR**

The City Council will consider: (PW)

a. Approving Agreement with JA Salazar for the construction of the South Gate Park Wells Reservoir Interconnection, City Project No. 746-WTR, in an amount not-to-exceed $305,948;

b. Authorizing the Mayor to execute the Agreement in a form acceptable to the City Attorney;

c. Authorizing the City Manager to approve contract change orders up to a cumulative amount of $100,000 in Water Funds; and

d. Approving the Notice of Exemption for South Gate Park Wells Reservoir Interconnection, City Project No. 746-WTR (Interconnection Project).

Documents:

Item 11 Report 06092026.pdf

**12. Deductive Change Order and Notice of Completion for the Automatic Meter Reading Upgrade, Phase IV, City Project No. 685-WTR**

The City Council will consider: (PW)

a. Approving Deductive Change Order No. 1 to Contract No. 2025-02-CC with JA Salazar Construction & Supply Corporation for the Automatic Meter Reading (“AMR”) Upgrade, Phase IV, City Project No. 685-WTR, reducing the contract amount by $112,145;

b. Authorizing the City Manager to execute Deductive Change Order No. 1 to Contract

No. 2025-02-CC;

c. Accepting completion of the Automatic Meter Reading (“AMR”) Upgrade, Phase IV, City Project No. 685-WTR by JA Salazar Construction & Supply Corporation, effective October 31, 2025; and

d. Directing the City Clerk to file a Notice of Completion with Los Angeles County Registrar Recorder’s Office.

Documents:

Item 12 Report 06092026.pdf

**13. Notice of Completion and Appropriation of Funds for the Tweedy Mile Project, City Project No. 614-ST**

The City Council will consider: (PW)

a. Approving the Notice of Completion for the construction of the Tweedy Mile Complete Street Project, City Project No. 614-ST, Federal Project No. ATPL-5257 (039) (“Project”), performed by Sequel Contractors, Inc., effective May 30, 2025;

b. Appropriating $149,000 in Proposition C Funds and $101,000 in Measure M Funds to pay outstanding administrative expenditures on the Tweedy Mile Complete Street Project, City Project No. 614-ST, Federal Project No. ATPL-5257 (039);

c. Transferring $75,000 in Measure W Funds from the Chakemo Improvements - Atlantic-Legacy, City Project No. 593-ST. to the Tweedy Mile Complete Streets, City Project No. 614-ST, Federal Project No. ATPL-5257 (039); and

d. Directing the City Clerk to file the Notice of Completion with the Los Angeles County Registrar Recorder’s Office.

Documents:

Item 13 Report 06092026.pdf

**14. Ratification of Emergency Storm Drain Repairs and Authorization of Payment to Pipe Tec for Work at Hollydale Regional Park**

The City Council will consider: (PW)

a. Approving Amendment No. 2 to the Agreement for Sanitary Sewer Main Closed-Circuit Television Inspection Services Agreement, Contract No. 2023-65-CC (“Agreement”), with Pipe Tec to fund emergency storm drain repair work performed at Hollydale Regional Park.

Documents:

Item 14 Report 06092026.pdf

**15. Funding Appropriation from the South Gate Police Department, Heating, Ventilation, and Air Conditioning Replacement Project, City Project No. 667-GEN for the Construction of South Gate Emergency Operational Center, City Project No. 582-ARC**

The City Council will consider: (PW)

a. De-obligating $308,667 in Building Infrastructure and Maintenance Funds from the EOC Renovation Project, City Project 582-ARC.

b. Reallocating $308,667 in Building Infrastructure and Maintenance Funds from the SGPD-HVAC Renovation Project, City Project 667-GEN, to the South Gate Emergency Operations Center, City Project No. 582-ARC, to fully fund construction services.

Documents:

Item 15 Report 06092026.pdf

**16. Blanket-Asphalt Materials Purchase Order**

The City Council will consider: (PW)

a. Approving a $10,805 increase to the Blanket Purchase Order for asphalt materials to cover current expenditures and outstanding invoices.

Documents:

Item 16 Report 06092026.pdf

## Recommendations and Requests

**17. City Council Appointments to the Various City Commissions, Committees, and Boards**

The City Council will consider: (CM)

a. Ratifying the motion made by Council Member Maria Del Pilar Avalos to remove Eric Trujillo as her representative from Parks & Recreation Commission.

Documents:

Item 17 Report 06092026.pdf

**18. Warrant Register for June 9, 2026**

The City Council will consider: (ADMIN SVCS)

a. Approving the Warrant Register for June 9, 2026.

| | |
|---|---|
| Total of Checks: | $2,109,959.09 |
| Less: Voids | (0.00) |
| Less: Employee Payroll Deductions | (404,534.29) |
| Grand Total: | $1,705,424.80 |

Cancellations: None

Documents:

Item 18 Report 06092026.pdf

## Adjournment

I, Yodit Glaze, City Clerk, certify that a true and correct copy of the foregoing Meeting Agenda was posted on June 4, 2026, at 7:30 p.m., as required by law.

Yodit Glaze
City Clerk

**GENERAL NOTICE TO THE PUBLIC**

The City Council adopted new rules relating to the conduct of the public meetings, proceedings, and business in the City of South Gate on July 12, 2022, (Resolution 2022-38-CC) and go into effect on August 1, 2022. Resolution #2022-38-CC is available at the City Clerk's Office.

**MEETING SCHEDULE**

Regular meetings of the City Council are held on the second and fourth Tuesday of each month, closed session meetings will commence at 5:30 p.m. unless posted otherwise on its agenda. The regular City Council meetings will commence at 6:30 p.m. Agendas are available at the following locations: City Clerk Office, Public Notice Boards at City Hall, and on the City's web page at https://www.cityofsouthgate.org

The Public can sign up to receive automatic notices of postings of agendas for the City Council or any other Commission or Board of the City of South Gate. Visit the City webpage and click on the Agenda & Minutes icon. That will take you the page where an individual can enter their email in the "Email Updates" box to register.

**PUBLIC COMMENT/PARTICIPATION**

Any person may request to address a legislative body during a public meeting. The Presiding Officer will call upon those present in the Council Chambers first. After all speakers in the Chambers have spoken, the Presiding Officer will call upon those participating via zoom or teleconference.

Speakers are limited to three (3) minutes on any item listed on the agenda, including public hearings. Under Comments from the Audience portion, speakers are also limited to a single three (3) minutes time limit. Comments from the Audience is initially limited to 45 minutes at each meeting. Any speaker still wishing to speak, that did not speak, will have an addition Comments from the Audience opportunity after

the last business item is finished. The Presiding Officer may extend the time limit as long as there is no objection from the City Council as a body.

To ensure that the public is able to participate, the City provides the opportunity to submit their comments in person, virtually, email, phone call, mail and any other method which may become available. Methods of participation may be subject to change during other such times when a State of Emergency, Health Order or State Executive Order limits in-person participation.

**CURFEW**

In absence of a motion duly adopted by majority vote of the City Council, the Presiding Officer may adjourn the City Council meetings at 10:30 p.m. The Presiding Officer may ask the City Council if any agenda items listed should be continued or dealt with during the meeting. For those items to be continued, the City Council can direct the item be placed on the next City Council agenda or the current meeting may be adjourned to a time certain at which time the meeting shall be reconvened as an Adjourned Regular Meeting of the City Council and action upon the published agenda continued.

**STAFF REPORTS**

As a general rule, staff reports. or other written documentation are prepared/organized with respect to each item of business listed on the agenda. Meeting agendas and staff reports are available at least 72-hours prior to the scheduled regular City Council meeting and a minimum of 24-hours prior to a Special City Council meeting. There are times when the City Council receives written material. revised material after the posting of agendas, these materials are become a public record and will be available for public view within 72-hours after the meeting in which they were received. Those materials and any other public document can be inspected in the City Clerk's Office located at 8650 California Avenue, South Gate.

**SERVICES TO FACILITATE ACCESS TO PUBLIC MEETINGS**

In compliance with the American with Disabilities Act, if you need special assistance to participate in the City Council Meetings, please contact the Office of the City Clerk. Notification 48 hours prior to the City Council Meeting will enable the City to make reasonable arrangements to assure accessibility. For further information, please contact the Office of the City Clerk at (323) 563-9510 or via email at yglaze@sogate.org.

Office of the
South Gate City Clerk

JUN - 4 2026

FILED
4:12pm

# Item No. 1

# *City of South Gate*
## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Community Development**

***Department Director:*** Rob Houston
*Gabriel Perez*

***City Manager:*** Rob Houston
*Rob Houston*

**SUBJECT: FISCAL YEAR 2026-2027 ANNUAL ACTION PLAN FOR THE COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) AND HOME INVESTMENT PARTNERSHIPS (HOME) FUNDS.**

**PURPOSE:** To consider adopting Fiscal Year 2026-2027 Annual Action Plan for the CDBG and HOME Funds.

**RECOMMENDED ACTIONS:** Following the conclusion of the Public Hearing, the City Council will consider:

a. Adopting a Resolution approving the Fiscal Year 2026-2027 Annual Action Plan;
b. Authorizing the City Manager, or designee, to submit to the U.S. Department of Housing and Urban Development (HUD) the Fiscal Year 2026-2027 Annual Action Plan; and
c. Authorizing the City Manager or his designee to enter into agreements with eligible subrecipients in a form acceptable to the City Attorney.

**FISCAL IMPACT:** In Fiscal Year 2026-2027, the City of South Gate has been allocated $1,153,140 in CDBG funds with an additional $34,099 available as carryover and $486,118.63 in HOME funds. There is no fiscal impact to the City's General Fund.

**NOTICING REQUIREMENT:**
Advertising and notification of the Public Hearing were conducted in compliance with Municipal Code Section 11.50.020 (Public Hearing Notification) and published in *The South Gate Press* on March 26, 2026. The notice provided for a 30-day public comment period. The Public Hearing was originally scheduled for April 28, 2026; however, at that meeting, the City Council continued the Public Hearing to June 9, 2026. In addition, a draft copy of the Fiscal Year 2026–2027 Annual Action Plan (AAP) and the Public Hearing Notice were posted on the City's website. The draft AAP will remain available for public review and comment, and any comments received will be addressed during the June 9, 2026, Public Hearing meeting.

**ANALYSIS:** Each year, the City prepares an Annual Action Plan in connection with the five-year Consolidated Plan, which details how the City will spend its allocated CDBG and HOME funds. The AAP is the second year of the five-year Consolidated Plan cycle that was adopted on July 8, 2025. The AAP has two principal purposes:

- To identify the projects and programs to be undertaken during the upcoming fiscal year, and the proposed objective and outcomes to be achieved within the overall context of the five-year consolidated plan; and
- To act as the City's application process for federal formula grants, comprised of the CDBG and HOME programs.

For FY 2026-2027 HUD has allocated the City $1,153,140 in CDBG funds with an additional $34,099 available as carryover, and $486,118.63 in HOME funds.

On October 30, 2025, a legal notice of funding availability was published, and notifications were sent to non-profit organizations and city departments to inform prospective applicants of the availability of CDBG funds for Fiscal Year 2026-2027. The Citizen Advisory Committee (CAC) reviewed the applications and later heard presentations from the applicants at their meetings of February 18, 2026, and February 25, 2026. The CAC recommendation for the Public Service programming was that, should the City receive less funding, only the Graffiti Abatement allocation would be decreased. All other non-Public Service programming would be changed proportionately.

The proposed CDBG funding allocations as recommended by the Citizen Advisory Committee for Fiscal Year 2026-2027 are as follows:

| **Anticipated CDBG Funding Allocation for FY 2026-2027** | **$1,153,140** |
|---|---|
| Carry Over | **$34,099** |
| | |
| **Administration (20% Fiscal Year Allocation Cap)** | **$230,628** |
| CDBG: Fair Housing (2026) | $24,000 |
| CDBG: Administration (2026) | $206,628 |
| **Public Services (15% Fiscal Year Allocation Cap)** | **$172,971** |
| CDBG: Graffiti Abatement Program (2026) | $107,971 |
| CDBG: Family Violence Prevention Program (2026) | $27,000 |
| CDBG: Police Explorers (2026) | $23,000 |
| CDBG: South Gate Home Modification Program (2026) | $15,000 |
| **Non-Public Services** | **$783,640** |
| CDBG: South Gate Women's Business Center (2026) | $12,000 |
| CDBG: Neighborhood Revitalization Program (2026) | $385,820 |
| CDBG: Street and Sidewalk Improvement Program (2026) | $385,820 |
| ***Total Funds Proposed to be Programmed for FY 2026-2027*** | **$1,187,239** |

The proposed HOME funding allocations for FY 2026-2027 are listed below:

| **Anticipated HOME Funding Allocation for FY 2026-2027** | **$486,118.63** |
|---|---|
| HOME: Administration (2026) * | $48,611 |
| HOME: Residential Rehabilitation Program (2026) | $364,590.63 |
| HOME: CHDO Set Aside (2026) | $72,917 |
| ***Total Funds Proposed to be Programmed for FY 2026-2027*** | **$486,118.63** |

** HOME Administration has 10% cap*

**BACKGROUND:** The City of South Gate has been an annual recipient of CDBG funds since the enactment of the Housing and Community Development Act of 1974. The City is deemed as an "entitlement" jurisdiction because it maintains a population above 50,000 and meets certain other demographic criteria. CDBG funding can be used for a variety of projects and programs primarily benefiting persons of low- and moderate-income.

The HUD regulations regarding AAPs mandate citizen participation and public review process, including a public hearing, prior to submission. The draft Annual Action Plan is available for public review and comment (Attachment B).

**ATTACHMENTS:** A. Proposed Resolution
B. Draft AAP
C. Proof of Publication - Public Hearing Notice

**RESOLUTION NO. 2026 ____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, RECEIVING AND APPROVING THE FISCAL YEAR 2026-2027 ANNUAL ACTION PLAN AND AUTHORIZING THE EXECUTION OF ALL NECESSARY DOCUMENTS FOR THE SUBMITTAL OF SAID PLAN TO THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT**

**WHEREAS,** the U.S. Department of Housing and Urban Development ("HUD") requires all jurisdictions that receive federal entitlement funds to prepare an Annual Action Plan that identifies the projects to be funded with Community Development Block Grant ("CDBG") and HOME Investment Partnerships ("HOME");

**WHEREAS,** the City of South Gate ("City") prepared and submitted a Five-Year Consolidated Plan, which contained an Action Plan, to HUD for the City covering the period July 1, 2025, to June 30, 2030;

**WHEREAS,** the purpose of the Consolidated Plan and the Annual Action Plan is to identify housing and community development needs and to develop specific goals and objectives to address those needs over a five-year period and is a requirement of the U.S. Department of Housing and Urban Development that the City must meet in order for the City to continue to receive federal housing and community development funds;

**WHEREAS,** the Annual Action Plan constitutes an application to HUD for Fiscal Year 2026-2027 federal funds from the CDBG and HOME programs;

**WHEREAS,** the City has prepared an Annual Action Plan for Fiscal Year 2026-2027 with the participation of the Citizens Advisory Committee and made it available for public review and comments on March 26, 2026, which was posted on the City's website for the required thirty-day public review period;

**WHEREAS,** the City published a Notice of Availability of the Annual Action Plan for Fiscal Year 2026-2027 and a Notice of Public Hearing on March 26, 2026, scheduling this matter for final public comment and City Council consideration for April 28, 2026, and at that meeting, the City Council continued the Public Hearing to June 9, 2026.

**WHEREAS,** on June 9, 2026, the City Council did conduct a duly noticed public hearing to hear public comment on the Annual Action Plan for Fiscal Year 2026-2027 and received final public comment on this Annual Action Plan.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** The City Council does hereby declare that the above recitals are true and correct and are incorporated herein by reference.

**SECTION 2.** The City Council does hereby approve the Fiscal Year 2026-2027 Annual Action Plan attached hereto as Exhibit "A."

**SECTION 3.** The City Manager, and/or their designee, is authorized to take reasonable actions needed to implement this Resolution, including adjusting program funds based on HUD's final allocation and respective program percentages. The City Manager, and/or their designee, is further authorized to submit the Annual Action Plan to the appropriate HUD office on behalf of the City and to promulgate and implement administrative policies and procedures needed to effectuate the Annual Action Plan.

**SECTION 4.** The City Manager and/or their designee is hereby directed to file a copy of said Annual Action Plan to HUD.

**SECTION 5.** The City Manager is hereby authorized to enter into agreements with eligible sub-recipients, in a form acceptable to the City Attorney.

**SECTION 6.** The City Clerk shall certify the adoption of this Resolution which shall be effective upon its adoption.

**PASSED, APPROVED, and ADOPTED** on this 9th day of **June 2026.**

**CITY OF SOUTH GATE:**

_____

Joshua Barron, Mayor
City of South Gate

**ATTEST:**

_____

Yodit Glaze, City Clerk
City of South Gate
(SEAL)

**APPROVED AS TO FORM:**

DRAFT 46

_____

Raul F. Salinas, City Attorney
City of South Gate

STATE OF CALIFORNIA )
COUNTY OF LOS ANGELES ) SS:
CITY OF SOUTH GATE )

I, Yodit Glaze, City Clerk of the City of South Gate, County of Los Angeles, State of California, hereby certify that the foregoing Resolution _____ was passed and adopted by the City Council of the City of South Gate, signed by the Mayor and attested by the City Clerk at a regular meeting of said Council held on the 9th day of June, 2026 and that said Resolution was adopted by the following vote, to-wit:

AYES:

NOES:

ABSTAIN:

ABSENT:

_____
Yodit Glaze, City Clerk
City of South Gate



City of South Gate™

# FISCAL YEAR 2026-2027 ANNUAL ACTION PLAN

## DRAFT

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# Executive Summary

## AP-05 Executive Summary - 24 CFR 91.200(c), 91.220(b)

### 1. Introduction

The City of South Gate's 2026-2027 AAP is based on priorities established by the City's Five-Year Consolidate Plan (FY 2025-2029). The 2026-2027 Action Plan is the second year of the City's FY 2025-2029 Consolidated Plan and serves as the City's blueprint for providing decent affordable housing to lower-income households, providing suitable living environments, expanding economic opportunities, and expanding the capacity of non-profit housing providers to the residents of the City of South Gate. This strategic plan sets forth goals, objectives, and performance benchmarks for measuring and establishing a framework for progress. The City will receive $**1,153,140** in FY 2026-2027 CDBG funds with an additional $34,099 available in carryover funds, for a total of $1,187,239. The City will also receive $**486,118.63** in HOME funds for FY 2026-2027. Currently the City does not anticipate any additional HOME carryover funds for programming.

The City's Community Development Department manages, plans, submits, and implements the CDBG and HOME grant process. The Department is involved in activities which enhance coordination among public and non-profit, private housing providers, and health and service agencies.

### 2. Summary of the objectives and outcomes identified in the Plan Needs Assessment Overview

The CDBG and HOME funds will be used to meet the objectives and goals established in the 2025-2029 Consolidated Plan.

The goals of the 2025-2029 Consolidated Plan include:

- Public Services
- Maintain & Provide Affordable Housing
- Public Facilities & Infrastructure Improvements
- Economic Development
- Fair Housing
- Planning & Administration

### 3. Evaluation of past performance

The City continually strives to improve the performance of its operations and those of its partners who provide services to City residents. The City prepares the Consolidated Annual

Performance Evaluation and Report (CAPER) annually, which documents progress toward implementing the strategies and meeting the goals established in the Consolidated Plan and the Annual Action Plans.

Over the past years, the City's CDBG funds were used for meeting the City's goals of providing decent housing, creating a suitable living environment, and expanding economic opportunities to low-and moderate-income persons in South Gate.

Below is a summary of the City's program accomplishments for the FY 2024-2025, the most recent completed program year:

1. 296 people were assisted with tenant/landlord issues via fair housing services
2. 56 people benefitted from the public services offered
3. The Graffiti Abatement program worked in areas that benefited over 90,000 residents

**4. Summary of citizen participation process and consultation process**

The City is committed to maximizing community participation in the CDBG and HOME planning process. To ensure that its FY 2026-2027 Annual Action Plan was based on resident needs, the City used the following approach to create participation of residents, service providers, and other interested persons and organizations:

*South Gate Citizens Advisory Committee*

The South Gate Citizens Advisory Committee (CAC) is an advisory board created by the City Council to ensure constant dialog exists between the City and the community. The role of the CAC is twofold. First, to ensure that the City Council is appraised of the needs, desires, and interests of City residents. Second, to review and make recommendations on CDBG funding to the City Council. The CAC is comprised of members representing the demographic and social range of residents in the City. The CAC was actively involved in the Annual Action Plan process. The CAC reviewed and discussed the 2026-2027 Public Services applications and then made funding recommendations to the City Council for the Annual Action Plan. It is anticipated that the CAC will continue to serve in an advisory role in the CDBG process.

*Annual Public Services Application Process*

The annual Public Services selection process established by the City requires applicants to apply describing their proposed project or program and detailing how the project meets local and national CDBG objectives and federal requirements. City staff and the CAC review the public services applications and make a recommendation for CDBG funding to the City Council. The

annual CAC recommendation and Council selection of public service grantees is based on the following criteria:

- Consistency of service activity with national objectives and federal requirements.
- Consistency of service activity with the goals, objectives, and strategies of the 5-year Consolidated Plan.
- Experience and capacity of the applicant.
- Demonstrated need and lack of other sources of funding.

**5. Summary of public comments**

To be added after the Public Hearing

**6. Summary of comments or views not accepted and the reasons for not accepting them**

To be added after the Public Hearing

**7. Summary**

The Annual Action Plan was made available for a 30-day public review from March 26, 2026, through April 28, 2026. The City prepared a notice announcing the Draft Action Plan was available for public review in the local newspaper. The notice included the date, time, and location of the City Council public hearing, and the amount of HOME and CDBG assistance expected to be received during the Plan duration. The City held a public hearing to consider the adoption of the Annual Action Plan on April 28, 2026; however, at that meeting, the City Council continued the Public Hearing to June 9, 2026. The Annual Action plan was adopted by the City Council on June 9, 2026, public hearing. In addition, a draft copy of the Fiscal Year 2026–2027 Annual Action Plan (AAP) and the Public Hearing Notice were posted on the City's website. The draft AAP remained available for public review and comment.

## PR-05 Lead & Responsible Agencies - 91.200(b)

**1. Describe agency/entity responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source**

The following are the agencies/entities responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source.

| Agency Role | Name | Department/Agency |
|---|---|---|
| CDBG Administrator | SOUTH GATE | Community Development Department, Housing Division |
| HOME Administrator | SOUTH GATE | Community Development Department, Housing Division |

**Table 1 – Responsible Agencies**

**Narrative**

The City of South Gate (City) is the Lead Agency for the CDBG and HOME entitlement programs. The City's Community Development Department is responsible for the administration and preparation of the Consolidated Plan, Annual Action Plans and Consolidated Annual Performance Evaluation Reports (CAPER). The City contracts with consultants to assist with the preparation of regulatory reporting requirements.

**Consolidated Plan Public Contact Information**

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## AP-10 Consultation – 91.100, 91.200(b), 91.215(l)

### 1. Introduction

Activities to enhance the coordination between public and assisted housing providers and governmental health, mental health and service agencies are conducted on a regular basis. Activities to encourage communication with key community stakeholders include soliciting and reviewing funding applications from housing, health care, and service providers through its Annual Action Plan process. The City also participates in local and regional committees such as the Los Angeles Homeless Services Authority (LAHSA) Continuum of Care and the Southern California Council of Governments (SCAG).

**Provide a concise summary of the jurisdiction's activities to enhance coordination between public and assisted housing providers and private and governmental health, mental health and service agencies (91.215(l)).**

Consultation for the 2026-2027 Annual Action Plan was achieved through a variety of strategies, including the CAC and conducting a public hearing. Continued coordination with City residents and local service providers, including previous CDBG subrecipients, is anticipated for planning efforts, as well as project implementation. The City Council also regularly communicates with the Community Development Department and relays resident needs so that needs are assessed and addressed throughout the implementation of the Annual Action Plan.

**Describe coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and persons at risk of homelessness.**

The City of South Gate is within the Los Angeles Homeless Services Authority's (LAHSA) Continuum of Care in Service Planning Area (SPA) 7. LAHSA was established in December 1993 as a Joint Powers Authority to coordinate the effective and efficient utilization of Federal and local funding in providing services to homeless people throughout Los Angeles City and County. LAHSA coordinates and manages over $70 million dollars annually in Federal, State, County and City funds for programs that provide shelter, housing, and services to homeless people in Los Angeles City and County. The City coordinates the delivery of homeless services with LAHSA and participates in the annual LAHSA Homeless Count. Participating in these events provides staff with insight into homeless needs and services. Data from the homeless count is utilized to determine homeless service needs and levels in the City. Coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and

persons at risk of homelessness also includes reviewing data provided by the LAHSA, consultations with the Salvation Army Bell Shelter, and People Assisting the Homeless (PATH).

**Describe consultation with the Continuum(s) of Care that serves the jurisdiction's area in determining how to allocate ESG funds, develop performance standards and evaluate outcomes, and develop funding, policies and procedures for the administration of HMIS.**

South Gate does not receive or allocate Emergency Solutions Grand (ESG) funds. The City collaborates with local service providers and will generally fund agencies based in South Gate as well as in the neighboring communities to meet the needs of the homeless and provide regional coverage.

**2. Describe Agencies, groups, organizations and others who participated in the process and describe the jurisdictions consultations with housing, social service agencies and other entities.**

The agencies and organizations below participated in the consultation during the City's Consolidated Plan and remain active partners with the City to enhance the coordination of services to City residents.

| Agency/ Group/ Organization | Agency/ Group /Organization Type | What section of the Plan was addressed by Consultation? | How was the Agency/ Group/ Organization consulted and what are the anticipated outcomes of the consultation or areas for improved coordination? |
|---|---|---|---|
| FAIR HOUSING FOUNDATION | Services – Fair Housing | • Housing Need Assessment | Organization was contacted to provide input on fair housing issues, landlord/tenant complaints, fair housing needs and priorities. |
| LOS ANGELES HOMELESS SERVICES AUTHORITY (LAHSA) | Services - Homeless | • Public Housing Needs<br>• Homeless Needs – Chronically Homeless<br>• Homeless Strategy | Information and reports from their website were used for information related to city homeless count, strategies, and ongoing coordination. |
| SOUTH GATE HOUSING AUTHORITY | Housing<br>PHA | • Housing Need Assessment Public Housing Needs<br>• Non-Homeless Special Needs | The City works in coordination with its PHA throughout the year to help address its housing needs. Continued coordination with its PHA allows City to identify needs and gaps in service to improve service delivery. |
| SOUTH GATE CITIZEN ADVISORY COMMITTEE (CAC) | Civic Leaders | • Other – Public Needs and Priorities | The CAC provided insight into community needs, priorities, and made recommendations on activities to fund. |
| LOS ANGELES COUNTY DEPARTMENT OF PUBLIC HEALTH | Services – Persons with HIV/AIDS<br>Services – Childhood Lead Based Paint Poisoning | • Data on PLWA<br>• Lead Based Paint Strategy | Information and reports from their website were used for information related to people living with aids and lead based paint health information. |
| AZURE DEVELOPMENT | Housing | • Housing Need Assessment | Azure is a real estate development partner of the City. They provided feedback on housing needs. |

| | | | |
|---|---|---|---|
| SOUTHERN CALIFORNIA COUNCIL OF GOVERNMENTS | Business & Civic Leaders | • Economic Development | Was consulted via request for input via survey; published reports on workers and skills levels were also reviewed. |
| CALIFORNIA LATINO LEADERSHIP INSTITUTE | Services – Children<br>Services – Education<br>Neighborhood Organization | • Non-Homeless Special Needs | The organization provided input on the needs of young adults. |
| FAMILY VIOLENCE PREVENTION PROGRAM | Services – Victims of Domestic Violence<br>Services – Victims<br>Grantee Department | • Homeless Needs - Families with children<br>Homelessness<br>• Non-Homeless Special Needs | The organization provided input on the needs of victims of domestic violence. |
| LOS ANGELES CENTERS FOR ALCOHOL & DRUG ABUSE (L.A. CADA) | Services – Health<br>Neighborhood Organization | • Homeless Needs – Veterans<br>• Non-Homeless Special Needs | The organization provided input on the needs of victims of those experiencing substance abuse issues. |

**Table 2 – Agencies, groups, organizations who participated**

### Identify any Agency Types not consulted and provide rationale for not consulting

All relevant housing, social services and other entities were consulted. Other local/ regional/ state/ federal planning efforts considered when preparing the Plan are listed in the table below. No agency was deliberately excluded from the consultation process.

## Other local/regional/state/federal planning efforts considered when preparing the Plan

| Name of Plan | Lead Organization | How do the goals of your Strategic Plan overlap with the goals of each plan? |
|---|---|---|
| 2021-2029 Housing Element of the General Plan | City of South Gate | The Strategic Plan goals are based on those included in the 2021-2029 Housing Element. |
| Gateway, Tweedy, and Hollydale Specific Plans, and the Five-Year Capital Improvement Program (CIP) | City of South Gate | Public facility and public improvement needs and goals are based in part on those described in the specific plans and 5-year CIP. |
| Los Angeles City and County CoC for Service Planning Area 7 (SPA) | Los Angeles City and County CoC for Service Planning Area 7 (SPA) | The Housing Inventory Count Reports provide a snapshot of the CoC's HIC and the PIT Count survey data helps to inform policymakers and service providers of the needs of the homeless population in the area. |
| Bureau of Labor Statistics (BLS) | Bureau of Labor Statistics (BLS) | The purpose of the BLS data is to collect, analyze, and disseminate essential economic information to inform decision making. |
| Los Angeles Continuum of Care | Los Angeles Homeless Services Authority (LAHSA) | The Continuum of Care identifies funding and activities assisting LA County's homeless.<br><br>The City's homeless goals and strategy support those of the Continuum of Care. |

**Table 3 – Other local / regional / federal planning efforts**

### Narrative (optional):

No additional narrative.

## AP-12 Participation – 91.105, 91.200(c)

### 1. Summary of citizen participation process/Efforts made to broaden citizen participation

**Summarize citizen participation process and how it impacted goal-setting.**

The City of South Gate encourages citizen involvement in the planning, implementation and evaluation of its housing and community development programs. City staff continued to work with the Citizen Advisory Committee (CAC) and partner agencies to increase citizen participation.

**Citizen Participation Outreach**

| Sort Order | Mode of Outreach | Target of Outreach | Summary of response/ attendance | Summary of comments received | Summary of comments not accepted and reasons |
|---|---|---|---|---|---|
| 1 | Citizen's Advisory Committee February 11, 2026 | Community All interested persons | No comments received | No comments received | No comments received |
| 2 | Citizen's Advisory Committee February 25, 2026 | Community All interested persons | CAC Response: if additional funding is received, it will fund the Graffiti Abatement (GA) program. If less funding is received, it will be removed from the GA program. | No comments received regarding the AAP public services | No comments received regarding the AAP public services |
| 3 | Public Review Period March 26, 2026 – June 9, 2026 | Non-target/broad Community All interested persons | TBD | TBD | TBD |
| 4 | Public Hearing April 28, 2026, continued by City Council to June 9, 2026. | Non-target/broad Community All interested persons | TBD | TBD | TBD |

**Table 4 – Citizen Participation Outreach**

## AP-15 Expected Resources – 91.220(c)(1,2)

### Introduction

For FY 2026-2027, the City is anticipating receiving the following funding:

Community Development Block Grant (CDBG): With a grant allocation of **$1,153,140** twenty percent (20%) or $**230,628** will be used for Program Administration which includes an allocation of $**24,000** for Fair Housing Foundation. The remaining balance will be programmed for public service activities (staying within the 15% cap) and other City service projects. Additionally, the City anticipates $**34,099** in unallocated funds available to carry over into the new program.

HOME Investment Partnerships (HOME): The City received a grant allocation of $**486,118.63** for FY 26-27 of which ten percent (10%) of the fiscal year allocation, or $**48,611**, will be used for Program Administration. The remaining balance will be programmed for CHDO Set Aside of $72,917 and the to fund the HOME: Residential Rehabilitation Program (2026).

## Anticipated Resources

| Program | Source of Funds | Uses of Funds | Expected Amount Available Year 2 | | | | Expected Amount Available Remainder of ConPlan $ | Narrative Description |
|---|---|---|---|---|---|---|---|---|
| | | | Annual Allocation: $ | Program Income: $ | Prior Year Resources: $ | Total: $ | | |
| CDBG | Public - Federal | Acquisition, Admin & Planning, Economic Development, Housing, Public Improvements, Public Services | **$1,153,140** | $0.00 | **$34,099** | **$1,187,239** | **$3,299,088** | In FY 26-27 the City's CDBG allocation is **$1,153,140.**<br><br>A formula-based program that annually allocates funds to metropolitan cities, urban counties, & states for a wide range of eligible housing & community development activities. |
| HOME | Public - Federal | Acquisition, Homebuyer Assistance, Homeowner Rehab Multifamily Rental New Construction Multifamily Rental Rehab New Construction for Ownership TBRA | **$486,118.63** | $0 | $0.00 | **$486,118.63** | **$1,515,747** | In FY 26-27 the City's HOME allocation is **$486,118.63**<br><br>A HUD formula-based program that annually allocates funds to support affordable housing programs. |

**Table 5 - Expected Resources – Priority Table**

**Explain how federal funds will leverage those additional resources (private, state and local funds), including a description of how matching requirements will be satisfied.**

*Leveraging*

The City and HUD share an interest in leveraging HUD resources to the maximum extent that it is feasible to address priority needs and associated goals. During the 5-year period of the Consolidated Plan the City will seek funds to leverage the Federal CDBG and HOME funds.

Some leveraging resources options are listed below:

Low-income Housing Tax Credit (LIHTC) - The California Tax Credit Allocation Committee (TCAC) facilitates the investment of private capital into the development of affordable rental housing for low-income Californians. TCAC allocates federal and state tax credits to the developers of these projects. Corporations provide equity to build the projects in return for the tax credits.

Affordable Housing Sustainable Communities Housing Program: AHSC directs investments to historically under-invested communities, giving more Californians access to opportunity. At least 50% of AHSC funding is required by state law to be allocated to affordable housing and projects in, or that provide a benefit to, disadvantaged communities.

Housing Choice Vouchers: The South Gate Housing Authority's Section 8 rental voucher program provides rental assistance to help very low-income families afford decent, safe, and sanitary rental housing. The Housing Authority accepts the application for rental assistance, selects the applicant for admission, and issues the selected family a rental voucher confirming the family's eligibility for assistance. The family must then find and lease a dwelling unit suitable to the family's needs and desires in the private rental market. The Housing Authority pays the owner a portion of the rent (a housing assistance payment (HAP)) on behalf of the family.

Mortgage Credit Certificate Program - Income tax credits are available to first-time homebuyers to buy new or existing single-family housing. The County of Los Angeles administers this program on behalf of jurisdictions in the County.

*Matching Requirements*

A participating jurisdiction (PJ) receiving HOME funds is required to contribute a 25% match of non-HOME funds for every dollar of HOME funds spent. The HOME statute also provides a reduction of the matching contribution under three conditions: 1) Fiscal distress, 2) severe fiscal distress, and 3) presidential disaster declarations.

A PJ may be entitled to a greater reduction if an increase in its poverty rate or a decrease in its per capita income causes it to be eligible for a 100% match reduction. If a PJ satisfies both distress criteria, it is determined to be in severe fiscal distress and receives a 100% reduction of match.

The City of South Gate has been identified by HUD as a fiscally distressed jurisdiction for several consecutive years, receiving at least a 50% match reduction. The City anticipates that it will continue to be classified as so through this next Annual Action Plan.

**If appropriate, describe publicly owned land or property located within the jurisdiction that may be used to address the needs identified in the plan.**

There is currently no publicly owned land or property located within the jurisdiction that may be used to address the needs identified in the plan.

**Discussion**

No additional discussion.

## AP-20 Annual Goals and Objective

### Goals Summary Information

| Sort Order | Goal Name | Start Year | End Year | Category | Geographic Area | Needs Addressed | Funding | Goal Outcome Indicator |
|---|---|---|---|---|---|---|---|---|
| 1 | Public Services | 2026 | 2027 | Non-Housing Community Development | Citywide | Public Service Programs To Improve Quality of Life | **CDBG: $172,971** | **Public Service Activities Other than Low/Moderate Income Housing Benefit: 381 Persons Assisted** |
| 2 | Public Facilities & Infrastructure Improvements | 2026 | 2027 | Non-Housing Community Development | CDBG Census Tracts | Public Facilities & Infrastructure Maintain Suitable Living Environments for Residents | **CDBG: $385,820** | **Public Facility or Infrastructure Activities Other than Low/Moderate Income Housing Benefit: 500 Persons Assisted** |
| 3 | Maintain Affordable Housing | 2026 | 2027 | Affordable Housing | Citywide | Address Substandard Housing & Maintain Affordable Housing | **CDBG: $385,820 HOME: $364,590.63** | **Homeowner Housing Rehabilitated: 11 Households Housing Units** |
| 4 | Economic Development | 2026 | 2027 | Non-Housing Community Development | Citywide | Economic Development Activities | **CDBG: $12,000** | **Businesses Assisted: 1 Businesses Assisted** |
| 5 | Fair Housing | 2026 | 2027 | Affordable Housing | Citywide | Address Housing Discrimination | **CDBG: $24,000** | **Other: 285 Persons Assisted** |
| 6 | Planning & Administration | 2026 | 2027 | Other | N/A | Planning & Administration | **CDBG: $206,628 HOME: $48,611** | **Other: 1** |

**Table 6 – Goals Summary**

## Goal Descriptions

| Goal Name | Goal Description |
|---|---|
| Public Services | Improving the quantity and quality of life principally for low-and-moderate income people by funding public service activities. |
| Public Facilities & Infrastructure Improvements | Acquisition, design, construction, and installation of needed public facilities and improvements located in CDBG income eligible Target Areas where infrastructure is missing or substandard. Public facilities and improvements may include ADA-compliant ramps and sidewalk improvements, storm drains, and water and sewer lines. Improvements may facilitate pedestrian activity, eliminate flooding, and provide for safer streets within the Target Areas. |
| Maintain & Provide Affordable Housing | Conserving and improving housing stock through rehabilitation of units occupied by low-and-moderate income households. Activities are designed to improve existing substandard or deteriorated housing stock that does not meet building, safety. |
| Fair Housing | The City will fund fair housing services to comply with its regulatory requirements and affirmatively further fair housing, in accordance with the Fair Housing Act. |
| Economic Development | The City will fund/program activities that assist for-profit businesses. Activities include, but are not limited to, direct financial assistance in the form of loans and/or grants, commercial façade/rehabilitation assistance, technical assistance, microenterprise assistance, among others. |
| Planning & Administration | Overall program management, coordination, monitoring, and evaluation of projects funded by CDBG/HOME and the preparation of the Annual Action Plans, CAPERs, and other reports. |

## AP-35 Projects – 91.220(d)

### Introduction

The City of South Gate will invest CDBG and HOME funds in projects that address the priority needs identified in the 2025-2029 Consolidated Plan.

**Projects**

| # | Project Name |
|---|---|
| 1 | CDBG: Administration (2026) |
| 2 | CDBG: Fair Housing (2026) |
| 3 | CDBG: Police Explorers (2026) |
| 4 | CDBG: Graffiti Abatement Program (2026) |
| 5 | CDBG: Family Violence Prevention Program (2026) |
| 6 | CDBG: South Gate Home Modification Program (2026) |
| 7 | CDBG: South Gate Women's Business Center (2026) |
| 8 | CDBG: Neighborhood Revitalization Program (2026) |
| 9 | CDBG: Street and Sidewalk Improvement Project (2026) |
| 10 | HOME: Administration (2026) |
| 11 | HOME: CHDO Set Aside (2026) |
| 12 | HOME: Residential Rehabilitation Program (2026) |

**Table 7 – Project Information**

**Describe the reasons for allocation priorities and any obstacles to addressing underserved needs.**

The primary obstacles to meeting the underserved needs of low-and moderate-income people include lack of funding from federal, state, and other local sources, the high cost of housing, and the lack of availability of home improvement financing in the private lending industry. To address these obstacles, the City is investing CDBG and HOME funds through the 2026-2027 Annual Action Plan in projects that provide deferred loans to low-and moderate-income homeowners for home improvements, projects that provide public and neighborhood services to low-and moderate-income people, and projects that prevent homelessness.

## AP-38 Project Summary

### Project Summary Information

| | | |
|---|---|---|
| 1 | **Project Name** | CDBG: ADMINISTRATION (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Planning & Administration |
| | **Needs Addressed** | Planning & Administration |
| | **Funding** | CDBG: $206,628 |
| | **Description** | The City of South Gate will use these Community Development Block Grant funds to administer, design, implement, and plan eligible CDBG activities. |
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | N/A |
| | **Location Description** | 8650 California Ave, South Gate, CA 90280 |
| | **Planned Activities** | The City of South Gate will use these Community Development Block Grant funds to administer, design, implement, and plan eligible CDBG activities. |
| 2 | **Project Name** | CDBG: FAIR HOUSING (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Fair Housing |
| | **Needs Addressed** | Address Housing Discrimination |
| | **Funding** | CDBG: $24,000 |
| | **Description** | The Fair Housing Foundation administers a comprehensive program that includes: 1) discrimination complaint intake and investigation; 2) outreach and education; 3) general housing (landlord/tenant counseling; and 4) enforcement and impact litigation. |
| | **Target Date** | 6/30/2027 |

| | | |
|---|---|---|
| | Estimate the number and type of families that will benefit from the proposed activities | 285 Households Assisted |
| | **Location Description** | Citywide |
| | **Planned Activities** | The Fair Housing Foundation administers a comprehensive program that includes: 1) discrimination complaint intake and investigation; 2) outreach and education; 3) general housing (landlord/tenant counseling; and 4) enforcement and impact litigation. |
| **3** | **Project Name** | CDBG: POLICE EXPLORERS (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Public Services |
| | **Needs Addressed** | Public Service Programs To Improve Quality of Life |
| | **Funding** | CDBG: $23,000 |
| | **Description** | The South Gate Police Explorers Program will provide training, mentorship, and orientation to young adults (ages 14-21) who are interested in exploring a career in law enforcement. |
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | 14 Persons Assisted |
| | **Location Description** | Citywide |
| | **Planned Activities** | The South Gate Police Explorers Program will provide training, mentorship, and orientation to young adults (ages 14-21) who are interested in exploring a career in law enforcement. |
| **4** | **Project Name** | CDBG: GRAFFITI ABATEMENT (2026) |
| | **Target Area** | CDBG Eligible Census Tract |
| | **Goals Supported** | Public Services |
| | **Needs Addressed** | Public Service Programs To Improve Quality of Life |
| | **Funding** | CDBG: $107,971 |

| | | |
|---|---|---|
| | **Description** | The Graffiti Abatement Program operates in CDBG low- and moderate-income service areas throughout the city to remove graffiti from hardscape areas such as walls, sidewalks, street furniture, poles, and signs. Funds pay for labor, supplies, and material. |
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | 79,000 Persons Assisted |
| | **Location Description** | Citywide |
| | **Planned Activities** | The Graffiti Abatement Program operates in CDBG low- and moderate-income service areas throughout the city to remove graffiti from hardscape areas such as walls, sidewalks, street furniture, poles, and signs. Funds pay for labor, supplies, and material. |
| **5** | **Project Name** | CDBG: FAMILY VIOLENCE PREVENTION PROGRAM (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Public Services |
| | **Needs Addressed** | Public Service Programs To Improve Quality of Life |
| | **Funding** | CDBG: $27,000 |
| | **Description** | The Family Violence Prevention Program offers empowerment workshops and individual counseling sessions to battered women and family members. In addition, the program promotes awareness and education on sexual assault and family violence throughout the community. |
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | 50 Persons Assisted |
| | **Location Description** | Citywide |
| | **Planned Activities** | The Family Violence Prevention Program offers empowerment workshops and individual counseling sessions to battered women and |

| | | |
|---|---|---|
| | | family members. In addition, the program promotes awareness and education on sexual assault and family violence throughout the community. |
| 6 | **Project Name** | CDBG: SOUTH GATE HOME MODIFICATION PROGRAM (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Public Services |
| | **Needs Addressed** | Public Service Programs To Improve Quality of Life |
| | **Funding** | CDBG: $15,000 |
| | **Description** | The South Gate Home Modification Program aims to empower persons with disabilities to achieve their personalized goals through community education and individualized services that provide the knowledge, skills, and confidence building to maximize their quality of life. |
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | 10 Persons Assisted |
| | **Location Description** | Citywide |
| | **Planned Activities** | The South Gate Home Modification Program provides eligible residents and people with disabilities with assistive technology equipment, such as durable medical equipment and minor home modifications. The program makes their home more accessible and increases their independence |
| 7 | **Project Name** | CDBG: SOUTH GATE WOMEN'S BUSINESS CENTER (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Economic Development |
| | **Needs Addressed** | Economic Development Activities |
| | **Funding** | CDBG: $12,000 |
| | **Description** | Technical assistance to women entrepreneurs seeking to become small business owners. |

| | | |
|---|---|---|
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | 1 business |
| | **Location Description** | Citywide |
| | **Planned Activities** | Small business technical assistance to women entrepreneurs |
| 8 | **Project Name** | CDBG: NEIGHBORHOOD REVITALIZATION PROGRAM (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Maintain & Provide Affordable Housing |
| | **Needs Addressed** | Address Substandard Housing & Maintain Affordable Housing |
| | **Funding** | CDBG: $385,820 |
| | **Description** | This program provides grants to income eligible households for home repairs. |
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | 6 Households Assisted |
| | **Location Description** | The program will be administered by the City's Community Development Department located at 8650 California Avenue, South Gate, CA 90280. |
| | **Planned Activities** | This program provides grants to income eligible households for home repairs. |
| 9 | **Project Name** | CDBG: STREET AND SIDEWALK IMPROVEMENT PROJECT (2026) |
| | **Target Area** | CDBG Eligible Census Tracts |
| | **Goals Supported** | Public Facilities & Infrastructure Improvements |
| | **Needs Addressed** | Public Facilities & Infrastructure Maintain Suitable Living Environments for Residents |
| | **Funding** | CDBG: $385,820 |

| | | |
|---|---|---|
| | **Description** | This project will provide sidewalk and street pavement rehabilitation for local streets within the City's HUD-CDBG target areas. |
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | 500 Persons Assisted |
| | **Location Description** | Eligible CDBG Low-Mod Census Tracts |
| | **Planned Activities** | This project will provide sidewalk and street pavement rehabilitation for local streets within the City's HUD-CDBG target areas. |
| **10** | **Project Name** | HOME: ADMINISTRATION (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Planning & Administration |
| | **Needs Addressed** | Planning & Administration |
| | **Funding** | HOME: $48,611 |
| | **Description** | The City of South Gate will use HOME funds to administrate, design, implement, and plan eligible HOME activities. |
| | **Target Date** | 6/30/2027 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | N/A |
| | **Location Description** | Citywide |
| | **Planned Activities** | The City of South Gate will use HOME funds to administrate, design, implement, and plan eligible HOME activities. |
| **11** | **Project Name** | HOME: CHDO SET ASIDE (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Maintain & Provide Affordable Housing |
| | **Needs Addressed** | Address Substandard Housing & Maintain Affordable Housing |
| | **Funding** | HOME: $72,917 |
| | **Description** | Mandatory 15% set-aside |

| | | |
|---|---|---|
| | **Target Date** | TBD |
| | **Estimate the number and type of families that will benefit from the proposed activities** | TBD |
| | **Location Description** | TBD |
| | **Planned Activities** | Mandatory reservation of 15% annual HOME grant for a CHDO project (to be identified). The City plans to reach out to local CHDO's and attempt to successfully establish or research viable projects for low-moderate income households. |
| **12** | **Project Name** | HOME: RESIDENTIAL REHABILITATION PROGRAM (2026) |
| | **Target Area** | Citywide |
| | **Goals Supported** | Maintain & Provide Affordable Housing |
| | **Needs Addressed** | Address Substandard Housing & Maintain Affordable Housing |
| | **Funding** | HOME: $364,590.63 |
| | **Description** | This program provides deferred loans to qualified homeowners for rehab on their properties. The loan is due and payable when title is transferred, or property is refinanced or sold. Qualified households must have an annual income at or less that 80% of the area median income. |
| | **Target Date** | 6/30/2026 |
| | **Estimate the number and type of families that will benefit from the proposed activities** | 5 Households Assisted |
| | **Location Description** | The program will be administered by the City's Community Development Department located at 8650 California Avenue, South Gate, CA 90280. |
| | **Planned Activities** | Same as description. |

## AP-50 Geographic Distribution – 91.220(f)

**Description of the geographic areas of the entitlement (including areas of low-income and minority concentration) where assistance will be directed.**

HUD funded activities are limited to the City's low-and moderate-income areas or residents. Areas of the City outside of the CDBG low-and moderate-income areas will benefit from activities that are limited-clientele in nature, i.e., a person/household can benefit from a federally assisted program provided they meet the program's eligibility criteria. Eligibility is typically established by household income and household size.

CDBG program funds will be expended based on program criteria. For example, public services are available on a citywide basis for qualified beneficiaries; fair housing and program administration activities will also be carried out on a citywide basis.

HOME funds will be utilized towards the rehabilitation of low/moderate income homes.

### Geographic Distribution

| Target Area | Percentage of Funds |
|---|---|
| Citywide | 58% |
| Target Areas | 42% |

**Table 8 - Geographic Distribution**

### Rationale for the priorities for allocating investments geographically

When determining the geographic distribution where the City will allocate their investments, City considerations include whether the activity or program will physically be located within an already designated CDBG Target Area, and whether the program will directly benefit the low-to-moderate income population in that area. The City also takes public demand, recommendations from City departments, performance of previously CDBG-funded subrecipients, recommendations of other local entities like the County partners and local non-profits into account.

### Discussion

An activity can be designated as serving either: (1) 'Citywide", or (2) 'in the CDBG Target Areas'. "Citywide' is a designation used for programs that offer services to the entire community. Many public programs provide services to the entire City, the nature of these program services is often to exclusively serve low-to-moderate income people. If a program is designated as 'CDBG Target Area' it is confined exclusively to the CDBG Target Area.

# Affordable Housing

## AP-55 Affordable Housing – 91.220(g)

### Introduction

One of the greatest impediments to affordable housing is the low ratio of available federal and state resources to the high need of affordable housing needs.

As there are limited opportunities and funding available to provide affordable housing opportunities, the City consistently seeks new partnerships to increase the affordable housing options in the city. Ways that the City addressed affordable housing needs include the following programs:

Housing Choice Voucher Program: The City will continue to provide rental assistance to extremely low- and low-income households through the South Gate Housing Authority's Housing Choice Voucher Program. Renter-households will be assisted, which will include elderly, single-parent, and disabled special needs households.

Fair Housing Program: The City's Fair Housing Program is administered by the Fair Housing Foundation, who provide fair housing services and landlord/tenant information to participants who request counseling, resource referral, complaint investigation, and public education on all forms of housing discrimination. Renter-households will be assisted, which will include elderly, single-parent, and disabled special needs households. However, these are not counted toward the affordable housing goals.

Homeowner Rehabilitation Programs: The City will invest in homeowner rehabilitation programs to improve substandard housing and maintain affordable housing for its residents.

| One Year Goals for the Number of Households to be Supported | |
|---|---|
| Homeless | 0 |
| Non-Homeless | 11 |
| Special-Needs | 0 |
| Total | 11 |

**Table 9 - One Year Goals for Affordable Housing by Support Requirement**

| One Year Goals for the Number of Households Supported Through | |
|---|---|
| Rental Assistance | 0 |
| The Production of New Units | 0 |
| Rehab of Existing Units | 11 |
| Acquisition of Existing Units | 0 |
| Total | 11 |

**Table 10 - One Year Goals for Affordable Housing by Support Type**

### Discussion

The Consolidated Plan identifies a high priority need to expand the supply of affordable housing and a high priority need to preserve the supply of affordable housing. In FY 2026-2027 the City will invest CDBG and HOME funds in the preservation of affordable housing units.

## AP-60 Public Housing – 91.220(h)

### Introduction

There is no public housing in the City of South Gate.

**Actions planned during the next year to address the needs of public housing**

Not Applicable - The City does not have public housing.

**Actions to encourage public housing residents to become more involved in management and participate in homeownership**

Not Applicable - The City does not have public housing.

**If the PHA is designated as troubled, describe the manner in which financial assistance will be provided or other assistance**

Not Applicable

**Discussion**

No additional discussion.

## AP-65 Homeless and Other Special Needs Activities – 91.220(i)

### Introduction

The City is located within the Los Angeles Homeless Services Authority (LAHSA) Continuum of Care. The continuum provides oversight of federal homeless assistance dollars and collaborates with local communities to provide the best service to residents who are homeless. The Los Angeles Continuum conducts quarterly community meetings, and when appropriate the City attends and participates in these meetings.

South Gate residents who are of low-to-moderate income and at risk of experiencing homelessness will receive assistance to obtain and maintain housing stability through CDBG funded activities. Services provided may include income payments for low-income eligible residents, case management, and referrals for housing support.

**Describe the jurisdictions' one-year goals and actions for reducing and ending homelessness including:**

- **Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs**
  The Salvation Army Bell Shelter operates a homeless outreach program which consists of a mobile outreach team. In coordination with the South Gate Police Department Liaison and personnel from the Salvation Army Bell Shelter street outreach efforts by vehicle and foot are undertaken. Street outreach, case management, and referrals are provided to homeless families and individuals through this program. Homeless clients are provided with guidance identifying barriers to overcoming homelessness and developing a plan to address identified challenges. The team also addresses needs which may include accessing mainstream services, increasing income, developing self-determination, and accessing shelter and housing.

- **Addressing the emergency shelter and transitional housing needs of homeless persons**
  Locally, the Salvation Army Bell Shelter operates a comprehensive program that offers transitional care for up to 350 homeless men and women. The goal of the Bell Shelter is to meet the needs of the homeless population by addressing the myriads of reasons why people become homeless and assisting them in developing a higher quality of life through independence. Services offered include emergency shelter, transitional housing, substance abuse rehabilitation, case management, counseling, on-site health care & medical referrals, HIV/AIDS education, ESL classes, computer training, vocational

assistance, job referrals and life skills classes.

The South Gate Domestic Family Violence Education and Prevention program administered by the South Gate Police Department provides shelter, court advocacy, counseling, 24-hour hotline, crisis intervention, support groups and case management to domestic and sexual abuse victims.

- **Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again.**

The City of South Gate collaborates with different organizations to prevent the recurrence of homelessness, as much as possible. The City partners with local organizations and non-profits to offer various programs and resources for residents experiencing homelessness or who are at risk of homelessness. Locally, the Salvation Army Bell Shelter helps address the gaps in the City and the need for services to residents experiencing homelessness, unemployment, substance abuse, and other social and health resources. Available services include case management, transportation and employment services, health and mental health referrals, life skills, individual and group therapy, social and recreational activities, needs assessment, benefits advocacy, and permanent housing assistance. The Salvation Army Bell Shelter works directly with the South Gate Police Department, Community Development, Parks and Recreation, the Housing Authority, and other local organizations to promote services and reach target populations.

To help prevent the recurrence of homelessness the program helps participants search for permanent housing and seek employment to maintain housing stability. The case management team conducts workshops to assist residents with building resumes and other career preparation needed. Participants are referred to job openings and job fairs and are encouraged to participate in extracurricular activities such as attending monthly meetings, events, and volunteering at the community garden.

To combat homelessness, the City funds a comprehensive Fair Housing Program that offers education and outreach activities for tenants, landlords, and owners. Education consists of workshops, presentations, community meetings, and training. The purpose of this program is to guide all parties on their rights, laws, and responsibilities. The Fair

Housing Program conducts rental counseling workshops for those who are concerned with evictions, rent increases and notices.

- **Helping low-income individuals and families avoid becoming homeless, especially extremely low-income individuals and families and those who are: being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); or, receiving assistance from public or private agencies that address housing, health, social services, employment, education, or youth needs.**

  The South Gate Police Department has different practice methods for individuals being discharged and those who are seeking support services. The Police Department links individuals to available resources and agencies in the City including People Assisting the Homeless (PATH), which is an organization that helps individuals experiencing homelessness in the community. PATH distributes food, and clothing to residents, connects residents to permanent housing, and provides ongoing supportive services for residents in need. PATH has an outreach and prevention team that works in areas where homelessness is more prevalent and connects individuals with employment. The South Gate Police Department makes referrals to PATH for individuals who are being discharged from jail for services like interim housing, rapid rehousing, employment, and other permanent supportive services.

  There are no hospitals in the City of South Gate, therefore the City does not often have individuals who are being discharged from hospitals. However, if individuals are seeking information the Police Department reaches out to PATH staff for resources and supportive services. Additionally, if an individual is in custody and needs medical assistance, the City works with the Department of Mental Health to address their needs and until they are returned to custody after treatment. The Department currently includes these practices as part of patrol officers' duty.

**Discussion**

There are various agencies in the region that provide housing options and case management assistance, including for those returning from mental and physical health institutions. They provide the option of living independently in a group setting. Some of these agencies include the following:

- **Rio Hondo Temporary Shelter, Norwalk** – Provides emergency food and transitional shelter for families with children in the Cerritos, Downey, La Mirada, Montebello,

Norwalk, Pico Rivera, Santa Fe Springs and Whittier areas. There are no geographical restrictions for residents.

- **Santa Fe Springs Transitional Living Center, Whittier** – Provides shelter for homeless families in transition, most of whom are single parents or victims of domestic violence and substance abuse, in Los Angeles County.
- **Birch Grove Homes, Norwalk** - Provides supportive services to persons in an existing permanent housing program for persons with mental health disabilities.
- **Denker House/Harvest House, scattered sites** - Provides supportive services in an existing permanent housing program for persons with disabilities.
- **Cedar Street Homes (Homes for Life Foundation), Norwalk** - Provides permanent housing for eight persons with mental health disabilities in eight one-bedroom apartment style units.
- **Su Casa Domestic Violence Network, Long Beach** - Provides crisis intervention service for domestic violence victims and their children, for a maximum of 30 consecutive days.
- **Salvation Army, Bell Shelter** – Provides emergency shelter services and transitional care for up to 350 homeless men and women.
- **The Southern California Rehabilitation Services** – An independent living resource center in Downey offers programs to eligible South Gate residents that provide people with the tools to learn how to live independently including cooking, budgeting, reading, band finding employment. They also offer disability assistance for improvements to homes for people with disabilities.

## AP-75 Barriers to Affordable Housing – 91.220(j)

### Introduction

Barriers to affordable housing, as outlined in the City's most recent Consolidated Plan, include:

- Affordability concerns stemming from Senate Bill 9 (SB 9) and Assembly Bill 1033 (AB 1033)
- Extensive environmental review for new developments required by the California Environmental Quality Act (CEQA) which can delay housing projects.
- Impacts on housing supply and taxes from Proposition 13
- Impacts of Article 34 – Voter for Approval for Low-Rent Housing
- Transit-Oriented Development (TOD) Guidelines
- Zoning policies

**Actions planned to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment.**

As a step to address barriers to affordable housing, the City has updated its Housing Element for the 2021-2029 planning period, identifying strategies to conserve existing affordable housing, provide adequate housing sites, assist in developing affordable housing, remove governmental constraints, and promote equal housing opportunities.

Addressing barriers to affordable housing will require ongoing collaboration between local, regional, and state entities to create a more supportive environment for affordable housing development. The City will continue to consider alternate forms of residential development, including various types of small-lot, single-family subdivisions; mobile home parks that allow owner-occupied spaces; senior citizen multifamily housing developments offering various degrees of care and assistance; mixed-use residential, and planned unit developments.

### Discussion

No additional discussion.

## AP-85 Other Actions – 91.220(k)

### Introduction

Outlined below are the actions the City will implement to address the "Other" sub-strategies of the Annual Action Plan.

### Actions planned to address obstacles to meeting underserved needs

The primary obstacles to meeting the underserved needs of low-and moderate-income people include lack of funding from federal, state, and other local sources, the high cost of housing that is not affordable to low-and moderate-income people, and the lack of availability of home improvement financing in the private lending industry. To address these obstacles, the City is invests HOME funds towards the construction of affordable housing development. CDBG funds are being allocated to organizations that provide public and neighborhood services to low-and moderate-income people and those with special needs that can help offset other household costs that create financial burdens for individuals.

### Actions planned to foster and maintain affordable housing

City also provides rental assistance through the Housing Choice Voucher Program to very low-income households through its Housing Authority. The City certifies, when available and appropriate, Community Housing Development Organizations (CHDOs) to provide affordable housing using low HOME rents.

### Actions planned to reduce lead-based paint hazards

All units in a project assisted with CDBG and HOME funds must comply with the regulations found at 24 CFR Part 35. The purpose of the regulation is to identify and address lead-based paint hazards before children are exposed to lead. This requirement has been in effect since September 15, 2000.

Lead-based paint hazards are found in homes built prior to 1978. All Grantees and Participating Jurisdictions must assess homes built prior to 1978 for lead hazards and conduct interim or abatement controls as warranted. Most of the homes in South Gate were built prior to 1978 and have lead-based paint somewhere on the structure, which is typically found on windowsills, doorways or under the eaves. The hazards of lead-based paint are primarily for young children up to age 6, as they are more likely to eat peeling paint. Lead adversely affects the development of a child's brain and other organs.

The City's strategy in addressing lead-based paint hazards involves an educational component for the public, printed outreach information to those households in the "lead hot zones" as

identified by the County, and printed information are given to participants in the City's rehabilitation loan programs.

The City offers a Residential Rehabilitation Program which focuses on rehabilitating existing housing stock throughout the City covering interior and exterior home improvement and/or repairs. In combination with the Residential Rehabilitation Program, the City offers grants to be used for termite and lead abatement. Lead assessments are conducted on all housing projects, both single family and multi-family units. Additionally, all Housing Choice Voucher participant rental units are inspected annually.

**Actions planned to reduce the number of poverty-level families**

The implementation of CDBG and HOME activities that will help to reduce the number of poverty level families include:

- Supporting activities that expand the supply of housing that is affordable to low-and moderate-income households.
- Supporting activities that preserve the supply of decent housing that is affordable to low- and moderate-income households.
- Supporting a continuum of housing and public service programs to prevent and eliminate homelessness.
- Supporting housing preservation programs that assure low-income households have a safe, decent, and sanitary place to live; and
- Supporting public services for low-and moderate-income residents including those with special needs and those at risk of homelessness offered by nonprofit organizations.

In addition to these local efforts, mainstream state and federal resources also contribute to reducing the number of individuals and families in poverty. In California, the primary programs that assist families in poverty are CalWORKs, CalFresh (formerly food stamps) and MediCal. Together, these programs provide individuals and families with employment assistance, subsidies for food, medical care, childcare, and cash payments to meet basic needs such as housing, nutrition, and transportation. Other services are available to assist persons suffering from substance abuse, domestic violence, and mental illness.

**Actions planned to develop institutional structure**

The City has tried to develop an institutional structure that will help identify and access resources to improve the community. The City will continue to work with nonprofit entities to deliver public services. As a member of the LAHSA, the City will provide critical information to the County of Los Angeles for preparation of the County's Continuum of Care Homeless Assistance grant

applications. South Gate will provide critical information regarding mainstream funds the City will make available to serve the homeless and will also assist in identifying and prioritizing gaps and needs in the regional system of care.

Externally, the City is in direct contact with the Chamber of Commerce and the Tweedy Mile Business Association, both of which represent private industry. The City also partners with various nonprofit organizations to provide affordable housing opportunities. These nonprofits act as subrecipients to provide a variety of services to the community.

**Actions planned to enhance coordination between public and private housing and social service agencies**

The City of South Gate is proactive in coordinating with assisted-housing providers, particularly the City's Housing Authority, homeless assistance centers and programs, youth and family oriented social service organizations and health organizations which provide outreach and counseling.

The Community Development department is comprised of Building & Safety, Planning, Housing and Code Enforcement Divisions, who work closely together to coordinate programs with local social service providers to either meet needs directly or to make referrals to outside services, as necessary. Currently, staff make referrals based upon the available known assistance data.

**Discussion**

No additional discussion.

## AP-90 Program Specific Requirements – 91.220(l) (1,2,4)

**Introduction**

As part of the implementation of programs and activities under the 2026-2027 Annual Action Plan, the City of South Gate will follow all HUD regulations concerning the use of program income, forms of investment, overall low-and moderate-income benefit for the CDBG program and recapture requirements for the HOME program.

**Community Development Block Grant Program (CDBG)**
**Reference 24 CFR 91.220(l)(1)**

Projects planned with all CDBG funds expected to be available during the year are identified in the Projects Table. The following identifies program income that is available for use that is included in projects to be carried out.

| | |
|---|---|
| 1. The total amount of program income that will have been received before the start of the next program year and that has not yet been reprogrammed | $ 0.00 |
| 2. The amount of proceeds from section 108 loan guarantees that will be used during the year to address the priority needs and specific objectives identified in the grantee's strategic plan | $ 0.00 |
| 3. The amount of surplus funds from urban renewal settlements | $ 0.00 |
| 4. The amount of any grant funds returned to the line of credit for which the planned use has not been included in a prior statement or plan. | $ 0.00 |
| 5. The amount of income from float-funded activities | $ 0.00 |
| Total Program Income | $ 0.00 |

**Other CDBG Requirements**

| | |
|---|---|
| 1. The amount of urgent need activities | $ 0.00 |

**HOME Investment Partnership Program (HOME)**
**Reference 24 CFR 91.220(l)(2)**

1. A description of other forms of investment being used beyond those identified in Section 92.205 is as follows:

   The City will not use any other forms of investment beyond those identified in Section 92.205.

2. A description of the guidelines that will be used for resale or recapture of HOME funds when used for homebuyer activities as required in 92.254, is as follows:

   In FY 2026-2027, the City does not plan to use HOME funds for homebuyer down payment assistance. However, some homebuyers that were assisted in prior years may decide to sell their homes during the upcoming program year. In that event, the City will enforce the resale and recapture guidelines.

3. A description of the guidelines for resale or recapture that ensures the affordability of units acquired with HOME funds? See 24 CFR 92.254(a)(4) are as follows:

   Recapture is the recovery of HOME funds upon the sale or transfer, rental/lease, refinancing, or the Borrower(s) is no longer a physical occupant of the property.

   RECAPTURE
   The City will impose HOME recapture provisions on any property sold by a CHDO to a homebuyer when it provides a direct subsidy for down payment &/or closing costs to the homebuyer.

   The balance of the loan shall be due & payable upon sale or transfer, rental or lease, refinancing, or the Borrower(s) is no longer a physical occupant of the property.

   This recapture provision shall remain in force from the date legal documents are executed at loan closing until expiration of the affordability period.

   Net Proceeds from Sale for the purpose of Recapture are defined as (Sales Price) (Less Sellers Closing Costs) (Less First Mortgage Balance) (Less documented Capital Improvements over $500) (Less Down payment & closing costs paid from the Homebuyer's cash at purchase) Equals Net Proceeds from Sale.

   The City shall recapture from the net proceeds from sale, the remaining Development, &/or Homebuyer direct subsidy & return the recaptured funds to the HOME Investment Trust Funds remaining after Recapture shall accrue to the Homebuyer.

If there are no Net Proceeds from Sale, then the City shall forgive the remaining loan balance.

RESALE

The City will impose HOME resale provisions on any property sold by a CHDO or any other entity receiving a HOME development subsidy from the City to a homebuyer when it does not provide a direct subsidy for down payment and/or closing costs to the homebuyer.

Resale is the recovery of HOME funds upon the sale or transfer, rental or lease, refinancing, or the homebuyer(s) is no longer a physical occupant(s) of the property:

In instances where the home has been rented or leased, refinanced, or the Borrower(s) is no longer a physical occupant(s) of the property the total outstanding balance of the HOME loan shall be immediately due & payable to the City;

In instances where the Homebuyer's home is sold to a qualified low-income buyer at an affordable price, the HOME loan balance shall be transferred to the subsequent qualified buyer & the affordability period shall remain in force;

The resale provision shall remain in force from the date legal documents are executed at loan closing until the expiration of the affordability period defined in the Written Agreement.

Resale requires the homeowner to sell the home to a low-income family & at an affordable price
A low-income family is one whose income at time of purchase from homebuyer is no greater than 80% of the AMI as defined by HUD.

The contract for sale of the home must include a provision requiring the family acquiring the home to be qualified by the City prior to acquisition.

The affordable sales price of the HOME assisted property shall be determined as:

The City shall determine 80% of AMI for a family of two if unit is 1-bedroom, three if unit is 2-bedroom, four if unit is 3-bedroom, six if unit is 4-bedroom.

The applicable AMI shall be multiplied by 25% to determine the annual housing expense (HE) & divided by 12 to determine the monthly HE.

The mortgage interest rate shall be the average fixed rate 30 year mortgage interest rate as published by the FHA at time of determination.

The term shall be 30 years.

The present value of an affordable mortgage shall be calculated utilizing the monthly HE, the determined interest rate, & the term.

The present value shall be divided by 95 & multiplied by 100. The result shall be the affordable sales price.

The homeowner must list the property at or below the City determined affordable price.

4. Plans for using HOME funds to refinance existing debt secured by multifamily housing that is rehabilitated with HOME funds along with a description of the refinancing guidelines required that will be used under 24 CFR 92.206(b), are as follows:

   The City does not intend to use HOME funds under the 2026-2027 Annual Action Plan to refinance existing debt secured by multifamily housing that is rehabilitated with HOME funds.

**SOUTH GATE PRESS**

1007 N SEPULVEDA BLVD STE 1357, MANHATTAN BEACH, CA 90266
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South Gate City Clerk

MAR 31 2026

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SOUTH GATE, CA - 90280

WWA#: 4025838

# PROOF OF PUBLICATION

(2015.5 C.C.P.)

State of California )
County of LOS ANGELES ) ss

Notice Type: HRG - NOTICE OF HEARING

Ad Description:
CDBG and HOME Investment Partnership FY 2026-2027 Annual Action Plan (English)

I am a citizen of the United States and a resident of the State of California; I am over the age of eighteen years, and not a party to or interested in the above entitled matter. I am the principal clerk of the printer and publisher of the SOUTH GATE PRESS, a newspaper published in the English language in the city of SOUTH GATE, county of LOS ANGELES, and adjudged a newspaper of general circulation as defined by the laws of the State of California by the Superior Court of the County of LOS ANGELES, State of California, under date 04/19/1929, Case No. 273415. That the notice, of which the annexed is a printed copy, has been published in each regular and entire issue of said newspaper and not in any supplement thereof on the following dates, to-wit:

03/26/2026

Executed on: 03/26/2026
At Los Angeles, California

I certify (or declare) under penalty of perjury that the foregoing is true and correct.

Signature

* A 0 0 0 0 0 7 3 5 6 1 1 0 *

Email

**PUBLIC NOTICE**
**CITY OF SOUTH GATE**
**CITY COUNCIL**
**NOTICE OF PUBLIC HEARING**

The City Council of the City of South Gate will conduct a public hearing concerning the draft Community Development Block Grant (CDBG) and HOME Investment Partnership (HOME) Fiscal Year (FY)2026-2027 Annual Action Plan. As an entitlement jurisdiction, the City is required to prepare and submit to HUD an Annual Action Plan that describes how the City will utilize federal money during the next fiscal year to meet the goals and objectives approved by the City Council in the Five-Year Consolidated Plan.
**Hearing Date:** Tuesday, April 28, 2026
**Time :** 6:30 p.m. or as soon thereafter as the matter may be heard
**Place:**
City Hall Council Chambers
City of South Gate
8650 California Avenue
South Gate, CA 90280

The City anticipates receiving approximately $1,100,000 in CDBG funds and $504,000 in HOME funds for FY 2026-2027.
The detailed budget breakdown is available in the Annual Action Plan. The proposed budgeted activities may be added, increased, reduced, or eliminated by the City Council at the time of the hearing. This draft Annual Action Plan covers the period of July 1, 2026, through June 30, 2027, otherwise known as the 2026 program year.
**Public Review and Comment Period:** The Draft Fiscal Year 2026-2027 Annual Action Plan will be available for a 30-day public review and comment period beginning on March 26, 2026, and ending on April 28, 2026. These documents will be available for public review on the City of South Gate's website at https://www.cityofsouthgate.org/Government/Departments/Community-Development. Additional information may be obtained from the staff of the Community Development Department, Monday through Thursday, 10:00 A. M. to 2:00 P. M., or by telephoning (323) 563-9535.
The City of South Gate encourages citizen participation in the planning process. A Public Hearing will be held on April 28, 2026, 6:30 p.m. at City Hall Council Chambers.
**Invitation to be heard:** All interested persons are invited to the Public Hearing to be heard. In addition, written comments may be submitted to the City Council prior to the hearing. Comments may be submitted in writing by mailing comments to City of South Gate, Community Development Department, Attn: Carol Averell, Housing Manager, 8650 California Avenue, South Gate, CA 90280.
Those desiring a copy of the staff report or further information related to this project should contact:
Contact: Carol Averell, Housing Manager
Phone: (323) 563-9535
E-mail: caverell2@sogate.org
Mailing Address:
Community Development Department
City of South Gate
8650 California Avenue
South Gate, CA 90280-3075
**Accessibility:** It is the intention of the City of South Gate to comply with the Americans with Disabilities Act (ADA) in all respects. The City of South Gate will attempt to accommodate attendees in every reasonable manner. Please contact at least 72 hours prior to the above scheduled public hearing to establish need and to determine if additional accommodation is feasible.
**ESPAÑOL**
Información en Español acerca de esta junta puede ser obtenida llamando al (323) 563-9535
**Published: March 26, 2026**
3/26/26
**WWA-4025838#**

MAR 19 2026
FILED

**PUBLIC NOTICE**
**CITY OF SOUTH GATE**
**CITY COUNCIL**

**NOTICE OF PUBLIC HEARING**

The City Council of the City of South Gate will conduct a public hearing concerning the draft Community Development Block Grant (CDBG) and HOME Investment Partnership (HOME) Fiscal Year (FY)2026-2027 Annual Action Plan. As an entitlement jurisdiction, the City is required to prepare and submit to HUD an Annual Action Plan that describes how the City will utilize federal money during the next fiscal year to meet the goals and objectives approved by the City Council in the Five-Year Consolidated Plan.

**Hearing Date:** Tuesday, April 28, 2026

**Time:** 6:30 p.m. or as soon thereafter as the matter may be heard

**Place:** City Hall Council Chambers
City of South Gate
8650 California Avenue
South Gate, CA 90280

The City anticipates receiving approximately $1,100,000 in CDBG funds and $504,000 in HOME funds for FY 2026-2027.

The detailed budget breakdown is available in the Annual Action Plan. The proposed budgeted activities may be added, increased, reduced, or eliminated by the City Council at the time of the hearing. This draft Annual Action Plan covers the period of July 1, 2026, through June 30, 2027, otherwise known as the 2026 program year.

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Contact: Carol Averell, Housing Manager
Phone: (323) 563-9535
E-mail: caverell2@sogate.org

Mailing Address: Community Development Department
City of South Gate
8650 California Avenue
South Gate, CA 90280-3075

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**ESPAÑOL**
Información en Español acerca de esta junta puede ser obtenida llamando al (323) 563-9535

**Published: March 26, 2026**

**SOUTH GATE PRESS**

1007 N SEPULVEDA BLVD STE 1357, MANHATTAN BEACH, CA 90266
Telephone (323) 556-5720 / Fax (213) 884-0584

This space for filing stamp only

Office of the
South Gate City Clerk

MAR 31 2026

FILED

Yodit Glaze, City Clerk
CITY OF SOUTH GATE /CITY CLERK
8650 CALIFORNIA AVE
SOUTH GATE, CA - 90280

WWA#: 4025843

# PROOF OF PUBLICATION

(2015.5 C.C.P.)

State of California )
County of LOS ANGELES ) ss

Notice Type: HRG - NOTICE OF HEARING

Ad Description:
CDBG and Home Investment Partnership FY 2026-2027 Annual Action Plan (Spanish)

I am a citizen of the United States and a resident of the State of California; I am over the age of eighteen years, and not a party to or interested in the above entitled matter. I am the principal clerk of the printer and publisher of the SOUTH GATE PRESS, a newspaper published in the English language in the city of SOUTH GATE, county of LOS ANGELES, and adjudged a newspaper of general circulation as defined by the laws of the State of California by the Superior Court of the County of LOS ANGELES, State of California, under date 04/19/1929, Case No. 273415. That the notice, of which the annexed is a printed copy, has been published in each regular and entire issue of said newspaper and not in any supplement thereof on the following dates, to-wit:

03/26/2026

Executed on: 03/26/2026
At Los Angeles, California

I certify (or declare) under penalty of perjury that the foregoing is true and correct.

Signature

*A0000073561 12*

Email

**AVISO PÚBLICO**
**CIUDAD DE SOUTH GATE**
**AYUNTAMIENTO**
**AVISO DE AUDIENCIA PÚBLICA**

El Concejo Municipal de la Ciudad de South Gate llevará a cabo una audiencia pública sobre el borrador del Plan de Acción Anual del año fiscal 2026-2027 para los programas de Subvención en Bloque para el Desarrollo Comunitario (CDBG) y la Asociación de Inversión HOME (HOME). Conforme las reglas del Departamento de Vivienda y Desarrollo Urbano de los Estados Unidos (HUD), se requiere que la Ciudad prepare y presente un Plan de Acción Anual que describa cómo la Ciudad utilizará los fondos federales durante el próximo año fiscal para cumplir con las metas y objetivos aprobados por el Concejo Municipal en el Plan Consolidado de Cinco Años.
**Fecha de la audiencia:** martes, 28 de abril de 2026
**Hora:** 6:30 p.m. o tan pronto como se escuche el asunto
**Lugar:**
Cámaras del Concejo del Ayuntamiento
Ciudad de South Gate
8650 California Avenue
South Gate, CA 90280
La ciudad anticipa recibir aproximadamente $1,100,000 en fondos CDBG y $504,000 en fondos HOME para el año fiscal 2026-2027.
El presupuesto detallado está disponible en el Plan de Acción Anual. Las actividades propuestas pueden ser agregadas, aumentadas, reducidas o eliminadas por el Concejo Municipal en el momento de la audiencia. Este borrador del Plan de Acción Anual cubre el período del 1 de julio de 2026 al 30 de junio de 2027, también conocido como el año programático 2026.
**Período de revisión y comentarios públicos:** El borrador del plan de acción anual del año fiscal 2026-2027 estará disponible para un período de revisión y comentarios públicos de 30 días que comenzará el 26 de marzo de 2026 y finalizará el 28 de abril de 2026. Estos documentos estarán disponibles para revisión pública en el sitio web de la Ciudad de South Gate en https://www.cityofsouthgate.org/Government/Departments/Community-Development. Se puede obtener información adicional del personal del Departamento de Desarrollo Comunitario, de lunes a jueves, de 10:00 a. m. a 2:00 p. m., o llamando al (323) 563-9535.
La Ciudad de South Gate invita la participación ciudadana en el proceso de planificación. Una audiencia pública se llevará a cabo el 28 de abril de 2026, 6:30 p.m. en las Cámaras del Concejo del Ayuntamiento.
**Invitación a ser escuchadas:** Todas las personas interesadas están invitadas a la audiencia pública para ser escuchadas. Además, se pueden presentar comentarios por escrito al Concejo Municipal antes de la audiencia. Los comentarios pueden enviarse por escrito enviando comentarios por correo a la ciudad de South Gate, Departamento de Desarrollo Comunitario, ATTN: Carol Averell, Administradora de Vivienda, 8650 California Avenue, South Gate, CA 90280.
Aquellos que deseen una copia del informe u otra información relacionada con este proyecto pueden ponerse en contacto con:
Contacto: Carol Averell, Administradora de Vivienda
Teléfono: (323) 563-9536
Correo electrónico: caverell2@sogate.org
Dirección postal:
Departamento de Desarrollo Comunitario
Ciudad de South Gate
8650 California Avenue
South Gate, CA 90280-3075
**Accesibilidad:** Es la intención de la Ciudad de South Gate cumplir con la Ley de

Estadounidenses con Discapacidades (ADA) en todos los aspectos. La Ciudad de South Gate intentará acomodar a los asistentes de todas las maneras razonables. Comuníquese al menos 72 horas antes de la audiencia pública programada anteriormente para establecer la necesidad y determinar si es factible realizar adaptaciones adicionales.
**ENGLISH:**
Information in Spanish about this meeting can be obtained by calling (323) 563-9536.
**Publicado: 26 de marzo de 2025**
3/26/26
**WWA-4025843#**
**SOUTH GATE PRESS**

Office of the
South Gate City Clerk

MAR 19 2026

FILED

**AVISO PÚBLICO**
**CIUDAD DE SOUTH GATE**
**AYUNTAMIENTO**

**AVISO DE AUDIENCIA PÚBLICA**

El Concejo Municipal de la Ciudad de South Gate llevará a cabo una audiencia pública sobre el borrador del Plan de Acción Anual del año fiscal 2026-2027 para los programas de Subvención en Bloque para el Desarrollo Comunitario (CDBG) y la Asociación de Inversión HOME (HOME). Conforme las reglas del Departamento de Vivienda y Desarrollo Urbano de los Estados Unidos (HUD), se requiere que la Ciudad prepare y presente un Plan de Acción Anual que describa cómo la Ciudad utilizará los fondos federales durante el próximo año fiscal para cumplir con las metas y objetivos aprobados por el Concejo Municipal en el Plan Consolidado de Cinco Años.

**Fecha de la audiencia:** martes, 28 de abril de 2026

**Hora**: 6:30 p.m. o tan pronto como se escuche el asunto

**Lugar:** Cámaras del Concejo del Ayuntamiento
Ciudad de South Gate
8650 California Avenue
South Gate, CA 90280

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Aquellos que deseen una copia del informe u otra información relacionada con este proyecto pueden ponerse en contacto con:

Contacto: Carol Averell, Administradora de Vivienda
Teléfono: (323) 563-9535
Correo electrónico: caverell2@sogate.org

Dirección postal: Departamento de Desarrollo Comunitario
Ciudad de South Gate
8650 California Avenue
South Gate, CA 90280-3075

**Accesibilidad: Es la intención de la** Ciudad de South Gate cumplir con la Ley de Estadounidenses con Discapacidades (ADA) en todos los aspectos. La Ciudad de South Gate intentará acomodar a los asistentes de todas las maneras razonables. Comuníquese al menos 72 horas antes de la audiencia pública programada anteriormente para establecer la necesidad y determinar si es factible realizar adaptaciones adicionales.

**ENGLISH:**

Information in Spanish about this meeting can be obtained by calling (323) 563-9535.

**Publicado: 26 de marzo de 2026**

Office of the
South Gate City Clerk

JUN - 4 2026

FILED
1:38 pm

# Item No. 2

# *City of South Gate*

## CITY COUNCIL; SOUTH GATE HOUSING AUTHORITY; AND SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Administrative Services**

***Department Director:*** _____ ***City Manager:*** _____
*Luis Frausto* *Rob Houston*

**SUBJECT: CONSIDERATION OF PRESENTATIONS ON THE PROPOSED FY 2026-27 MUNICIPAL BUDGET AND ONE-YEAR CAPITAL IMPROVEMENT PROGRAM, AND ADOPTION OF RESOLUTIONS ESTABLISHING THE FY 2026-27 MUNICIPAL BUDGET, INCLUDING THE FINANCIAL AND BUDGETARY POLICIES, THE GANN APPROPRIATIONS LIMIT, AND THE MASTER FEES AND CHARGES SCHEDULE FOR THE CITY OF SOUTH GATE, THE SOUTH GATE HOUSING AUTHORITY, AND THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION**

**PURPOSE:** To receive presentations on the Proposed FY 2026-27 Municipal Budget and One-Year Capital Improvement Program, and to consider adoption of resolutions establishing the FY 2026-27 Municipal Budget (including the Financial and Budgetary Policies attached as Exhibit A to that resolution), the FY 2026-27 Gann Appropriations Limit (including the recalculated FY 2025-26 limit), and the FY 2026-27 Master Fees and Charges Schedule. The budget resolution is a joint action of the City Council, the South Gate Housing Authority, and the Successor Agency to the Community Development Commission; the Gann Appropriations Limit and Master Fees and Charges Schedule are actions of the City Council.

**RECOMMENDED ACTIONS:** The City Council, South Gate Housing Authority, and the Successor Agency to the Community Development Commission of the City of South Gate will consider:

a. Receive and file presentations on the Proposed FY 2026-27 Budgets and 1-Year Capital Improvement Program (CIP);
b. Adopt a Resolution approving the FY 2026-27 Municipal Budget in the amount of $282,102,715, including all funds and departments, and adopting the included Financial and Budgetary Policies, along with any additions or deletions the Legislative Bodies may enact;
c. Adopt a Resolution recalculating the FY 2025-26 Gann Appropriations Limit in the amount of $109,371,003 and establishing the FY 2026-27 Gann Appropriations Limit in the amount of $114,853,681;
d. Adopt a Resolution establishing the FY 2026-27 Master Fees and Charges Schedule and rescinding Resolution No. 2025-26-CC.

**FISCAL IMPACT:** The Proposed FY 2026-27 Municipal Budget, including all City funds and affiliated entities, totals $282,102,715 in budgetary uses. This amount consists of $228,176,892 in expenditures and $53,925,823 in transfers out. Total revenues for all funds and entities are projected at $171,742,406. The difference between current-year revenues and budgetary uses is funded through beginning fund balances, legally available restricted funds, authorized transfers, and reserves. The $228,176,892 expenditure component corresponds to the appropriations total referenced in the City Manager's Budget Message; the $282,102,715 adopted through the Budget Resolution is the gross figure, which also reflects transfers between funds.

Within the General Fund, FY 2026-27 expenditures total $72,131,991, with projected revenues of $68,242,625, transfers out of $2,831,239, and the planned use of $2,250,000 from the Budget Stabilization Reserve. The General Fund Emergency Reserve remains fully funded at $13,000,000, and the PERS/OPEB Reserve remains at $1,737,023. The Budget Stabilization Reserve is projected to decrease from $3,768,527 to $1,518,527, and the unassigned General Fund balance is projected to end the fiscal year at $3,122,507.

The South Gate Housing Authority budget totals $5,725,349. The Successor Agency budget totals $768,615. These amounts are included in the total FY 2026-27 Municipal Budget and are adopted through the Joint Resolution.

**ANALYSIS:** On April 14, 2026, the Public Works, Police, and Human Resources departments provided departmental budget reduction presentations for the new fiscal year. On April 28, 2026, the Community Development, Parks and Recreation, City Manager, and City Clerk departments provided additional budget-reduction presentations. Staff also provided a detailed overview of current economic conditions, the challenges the City has faced, the challenges ahead, and a summary of the Proposed Budget for Fiscal Year 2026-27.

The Legislative Body provided feedback and recommendations, which were incorporated into budget development efforts. At tonight's meeting, the Legislative Bodies will be presented a comprehensive view of the Proposed Budget for Fiscal Year 2026-27 and will consider approving a Resolution adopting the Proposed Budget for Fiscal Year 2026-27 along with any adjustments discussed during these hearings. All these budget meetings are open to the public to observe and participate through the public comment section of the meeting.

The total FY 2026-27 Proposed Budget, to include all funds and entities is $282,102,715. The Proposed Budget may be further adjusted with any additions or deletions the Legislative Bodies may enact during the budget meetings.

**General Fund Overview**

The FY 2026-27 General Fund budget totals $72,131,991 in expenditures and is balanced using $2.25 million in one-time reserves from the City's Budget Stabilization Reserve. General Fund revenues are projected at $68,242,625.

The General Fund supports the City's core municipal services, including police, parks and recreation, public works, community development, engineering, code enforcement, facilities, and administrative operations. General Fund revenues were originally projected at approximately $70.9 million, but updated

estimates now total $68.2 million. The softer outlook is driven primarily by State sales tax, the local 1% transactions and use tax (Measure P), and user fee and charges-for-services revenue.

The Police Department accounts for approximately $41.9 million, or about 58% of General Fund expenditures. Other major General Fund services include Parks and Recreation, Public Works, Community Development, Human Resources, Administrative Services, City Manager, City Clerk, City Attorney, and City Council operations.

**Structural Deficit & Use of Reserves**

Over the past several fiscal years, the City relied on more than $18 million in one-time American Rescue Plan Act (ARPA) funds to support essential General Fund costs. Those funds helped maintain services during and after the pandemic, but they were temporary. With ARPA expended, the City must rely on increasing local revenues, ongoing expenditure controls, or both. The City's FY 2024-25 Annual Comprehensive Financial Report (ACFR) reinforces this context. Although the City ended the year with positive fund balances and an increase in net position, the accompanying Management's Discussion and Analysis notes that strong year-end financial statements do not, by themselves, indicate a structurally balanced operating budget; the relevant question is whether recurring revenues are sufficient to support recurring services over time.

Over the last two budget cycles, departments identified approximately $2.0 million in General Fund reductions for FY 2025-26 and an additional $7.3 million in FY 2026-27. The reductions are spread across departments and include a net reduction of 36 budgeted full-time positions, including 14 positions in the Police Department, as well as reductions to training, equipment, and contracted services. These reductions will affect service delivery, including longer wait times, slower response and processing times, and reduced capacity to absorb unplanned workload. Taken together, these reductions close most of the approximately $11.3 million planning gap originally identified for FY 2026-27 and described to the Legislative Bodies during the budget study sessions, with the remaining gap addressed through the one-time use of reserves described below.

The Proposed Budget reduces the structural deficit but does not eliminate it. Absent additional corrective action, the City projects a recurring General Fund shortfall of roughly $4 million to $5 million in FY 2027-28. The scheduled payoff of the City's 2005 Police Pension Obligation Bond in FY 2027-28 is expected to eliminate about $2.0 million in annual debt service, but continued growth in CalPERS UAL payments, insurance, labor, maintenance, and other operating costs is expected to offset a substantial portion of that relief.

The $2.25 million transfer from the Budget Stabilization Reserve reduces that reserve from $3.77 million to $1.52 million by year-end. The Emergency Reserve remains fully funded at $13.0 million and is not used to balance the budget. The PERS/OPEB Reserve is maintained at $1.74 million.

**Fund Balance**

As of July 1, 2026, the City's unassigned General Fund balance is projected to be $7,593,112. After accounting for proposed revenues, expenditures, and transfers, June 30, 2027, ending unassigned balance is estimated at $3,122,507. This modest year-end balance reflects the City's constrained financial position and limited flexibility heading into FY 2027-28.

**Capital Improvement Program**

The FY 2026-27 One-Year Capital Improvement Program includes $19.7 million in new appropriations across 32 active projects. Most CIP funding comes from restricted special revenue funds, state and federal grants, and enterprise funds. These funds are important for infrastructure investment but generally cannot be used to solve unrestricted General Fund operating deficits unless the specific operating cost is legally eligible for that funding source.

Major CIP investments include street rehabilitation and complete-streets improvements funded by SB 1, Measure R, Measure M, Proposition A, Proposition C, and Gas Tax; water system improvements, including AMR meter replacement, PFAS treatment, and water main replacement; facility upgrades, including ADA compliance, HVAC, City Hall reroofing, and police emergency operations improvements; sanitary sewer modeling and rehabilitation; and pedestrian and traffic safety improvements. The direct General Fund contribution to CIP is limited to approximately $378,000.

**Financial and Budgetary Policies – Annual Review and Update**

The FY 2026-27 Proposed Budget includes Financial and Budgetary Policies that establish the framework for budget adoption, appropriations control, reserves, transfers, capital project closeout, financial reporting, and long-range financial planning. The Budget Adoption Resolution also authorizes the City Manager, or designee, to approve intrafund transfers within a fund consistent with Section 4 of those policies. Interfund transfers and any increase to total fund appropriations continue to require City Council authorization through the adopted budget, subsequent budget amendment, or separate resolution.

The Proposed Budget includes a substantively revised set of Financial and Budgetary Policies, included in the Proposed Budget Book, and attached as Exhibit A to the Budget Adoption Resolution. The policies establish the framework the City uses to plan, manage, monitor, and report on its finances, and guide elected officials, staff, and the public on how the City develops budgets, manages reserves, handles transfers, and reports financial information. They are written to be prudent, practical, and enforceable, and reflect the recommended practices of the Government Finance Officers Association (GFOA), the California Society of Municipal Finance Officers (CSMFO) budget award criteria and recommended practices, and applicable provisions of California state law and the City's Municipal Code.

The revised policies replace and supersede the version adopted by the City Council on July 17, 2025. The previous policies served the City well as a high-level framework, but did not include the specific standards, dollar thresholds, and reporting requirements that current best practice recommends. The proposed revisions add structure in the areas of reserves, transfers, capital project administration, and financial reporting; while preserving the policy commitments the City Council has made in past budget cycles.

The revisions strengthen the City's financial framework in three ways. First, they formalize the City's approach to capital project transfers, with clear procedures and reporting practices that give the City Council, the public, and the City Manager's office a consistent framework for managing CIP activity throughout the year. Second, they codify the City's longstanding practice of treating restricted revenues (i.e., Gas Tax, SB 1, Measure R, Measure M, Propositions A and C, etc.) in accordance with their legal nexus requirements, providing a documented standard that supports compliance with state and federal

funding rules. Third, they align the City's reserve, reporting, and capital planning practices with current Government Finance Officers Association (GFOA) recommended practices, which supports the City's standing with rating agencies, auditors, and grantors.

The structure of the City's reserves (Emergency Reserve, Budget Stabilization Reserve, PERS/OPEB Reserve), the General Fund budgeting margin of 1% to 1.5%, the multi-year financial perspective, and the use of the master fee schedule for cost recovery all continue. The revised policies clarify and codify these practices rather than replace them.

**Housing Authority and Successor Agency Budgets**

The South Gate Housing Authority budget totals $5,725,349 and supports rental assistance and administration of HUD-funded activities. The Successor Agency budget totals $768,615 and reflects scheduled debt payments and administrative costs related to the dissolution of the former Community Development Commission. The Joint Resolution adopts the respective portions of the City, Housing Authority, and Successor Agency budgets.

**Gann Appropriations Limit**

Article XIII B of the California Constitution requires local agencies to adopt an annual appropriations limit, commonly referred to as the Gann Appropriations Limit. The limit caps the amount of proceeds of taxes that may be appropriated in a fiscal year, after applying legally authorized exclusions and annual adjustment factors.

The attached Gann Resolution recalculates the FY 2025-26 appropriations limit at $109,371,003, with appropriations subject to the limit of $54,983,428. For FY 2026-27, the appropriations limit is $114,853,681, with appropriations subject to the limit of $53,384,506. This leaves a margin of $61,469,176, and the City remains well below the constitutional limit.

**Master Fee and Charges Schedule**

The City's Master Fee and Charges Schedule consolidates fees for services authorized by the Municipal Code and other applicable authorities. The attached fee resolution establishes the FY 2026-27 Master Fee and Charges Schedule and rescinds Resolution No. 2025-26-CC. The resolution states that the City last comprehensively updated its fees on September 9, 2025, and that continued increases in the cost of providing services support a further adjustment averaging approximately 7%, with selected fees revised to actual cost where the cost basis has materially changed.

The proposed fees do not exceed the actual cost of providing the related services. The new fees will become effective sixty (60) days after adoption of the resolution. Fee updates alone will not close the City's structural General Fund gap, but they help reduce unnecessary General Fund subsidies for services that primarily benefit specific users and support a broader future cost-of-service review.

**BACKGROUND:** A municipal budget addresses city policies, and operations, and communicates the anticipated financial activities to both the public and the legislative bodies of the impacted entities. The City held meetings on April 14th and April 28th to review the various proposed spending reductions. The

City Council will review the comprehensive Proposed Budget for FY 2026-27 and consider approving a Resolution to adopt it.

Government Code Section 53901 requires each local agency to file its budget with the county auditor within 60 days after the beginning of its fiscal year. If an agency does not have a "formal budget", it must file a listing of its anticipated revenues together with its expenditures for the fiscal year in progress. Staff anticipate that the Proposed Budget for Fiscal Year 2026-27 will be adopted within the time frame of submitting the budget to the county auditor.

**ATTACHMENTS:**

A. Resolution adopting FY 2026-27 Municipal Budget and Financial and Budgetary Policies
B. Resolution restating FY 2025-26 and adopting FY 2026-27 Gann Appropriations Limit
C. Resolution adopting FY 2026-27 Master Fee and Charges Schedule
D. Proposed FY 2026-27 Municipal Budget
E. Summary of Material Changes - FY 2026-27 Proposed Budget
F. Proposed FY 2026-27 Master Fee and Charges Schedule

**RESOLUTION NO. _____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**A JOINT RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, SOUTH GATE HOUSING AUTHORITY AND SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF SOUTH GATE, CALIFORNIA, ADOPTING THE MUNICIPAL BUDGET FOR FISCAL YEAR 2026-27 AND THE FINANCIAL AND BUDGETARY POLICIES ATTACHED THERETO**

**WHEREAS**, the City Manager has submitted to the City Council, South Gate Housing Authority and Successor Agency to the Community Development Commission ("Adopting Agencies") a Proposed Municipal Budget for FY 2026-27 with total expenditures and transfers for all funds totaling $282,102,715; and

**WHEREAS**, the City Manager has also submitted to the City Council a set of revised Financial and Budgetary Policies, attached to this Resolution as Exhibit A, that supersede the Financial and Budgetary Policies previously adopted by the City Council on July 17, 2025; and

**WHEREAS,** the revised Financial and Budgetary Policies establish the framework the City uses to plan, manage, monitor, and report on its finances, and reflect the recommended practices of the Government Finance Officers Association (GFOA), the California Society of Municipal Finance Officers (CSMFO), and applicable provisions of California state law and the City's Municipal Code; and

**WHEREAS,** a meeting of the Adopting Agencies to consider the proposed Fiscal Year 2026-27 Municipal Budget was held on May 26, 2026, and a duly noticed meeting held on June 9, 2026, to consider the same; and

**WHEREAS,** the City Council has held budget study sessions, heard presentations, reviewed, discussed, and considered said budget during the regularly scheduled City Council meeting conducted on May 26, 2026.

**NOW, THEREFORE, BE IT RESOLVED, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, ALONG WITH THE SOUTH GATE HOUSING AUTHORITY AND THE SUCCESSOR AGENCY TO THE COMMUNITY DEVELOPMENT COMMISSION, JOINTLY AND SEVERALLY, HEREBY RESOLVE(S) AS FOLLOWS:**

**SECTION 1.** The City Council hereby adopts the Municipal Budget for FY 2026-27, for a total of $282,102,715 for all funds and entities along with any additions or deletions the Legislative Bodies may enact

**SECTION 2.** The South Gate Housing Authority and the Successor Agency to the Community Development Commission hereby adopt their respective portions of the Municipal Budget for FY 2026-27.

**SECTION 3.** The City Council hereby adopts the Financial and Budgetary Policies attached to this Resolution as Exhibit A, which shall supersede and replace the Financial and Budgetary Policies previously adopted by the City Council on July 17, 2025. The Financial and Budgetary Policies are effective upon adoption of this Resolution and shall remain in effect until superseded by subsequent City Council action.

**SECTION 4.** The City Council will reserve the right to make further adjustments to the Municipal Budget throughout the year at any publicly agendized meeting of the City Council/Housing Authority/Successor Agency.

**SECTION 5.** The City Council hereby authorizes the City Manager, or designee, to approve intrafund transfers of appropriations within a fund, consistent with the legal level of budgetary control and the authority and limits set forth in the City's Financial and Budgetary Policies adopted as part of this budget.

**SECTION 6.** The City Clerk shall certify the adoption of this Resolution, which shall be effective upon its adoption.

**PASSED, APPROVED** and **ADOPTED** this **9th** day of **June 2026**.

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: _____ DRAFT
Raúl F. Salinas, City Attorney

**RESOLUTION NO._____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, APPROVING AND ADOPTING THE ANNUAL GANN APPROPRIATIONS LIMIT RECALCULATION FOR FISCAL YEAR 2025/26 AND ANNUAL GANN APPROPRIATIONS LIMIT FOR FISCAL YEAR 2026/27**

**WHEREAS,** the voters of the State of California on November 6, 1979, added Article XIII B to the Constitution of the State of California placing various limitations on the appropriations of the state and local governments;

**WHEREAS,** Article XIII B provides that the appropriations limit for Fiscal Year 2026/27 shall be calculated by adjusting the appropriations limit for the prior fiscal year for changes in inflation and population, except as otherwise provided for in Article XIII B and implementing state statutes;

**WHEREAS,** the information necessary for making such adjustments is attached as Exhibit A, which is incorporated herein and by reference made a part hereof; and

**WHEREAS,** the City of South Gate must establish a revised Gann limit for Fiscal Year 2025/26 to reflect audited figures and finalized inflation and population factors for that year, in accordance with the provisions of Article XIII B and applicable statutory law; and

**WHEREAS,** the City of South Gate has complied with the provisions of Article XIII B in determining the appropriations limit for Fiscal Year 2026/27.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** For the Fiscal Year 2026/27 appropriations limit, the City selects the change in California per capita personal income as the inflation factor and the change in the City of South Gate population as the population factor. The recalculated Fiscal Year 2025/26 appropriations limit reflects the change in California per capita personal income as the inflation factor and the change in the County of Los Angeles population as the population factor, consistent with the factors applied in that year's audited calculation.

**SECTION 2.** A recalculated appropriations limit in the total amount of $109,371,003 is hereby adopted for Fiscal Year 2025/26, with an amount subject to the limit of $54,983,428.

**SECTION 3.** An appropriations limit in the total amount of $114,853,681 is hereby adopted for Fiscal Year 2026/27, with an amount subject to the limit of $53,384,506.

**SECTION 4.** The City Clerk shall certify the adoption of this Resolution which shall be effective upon its adoption.

**PASSED, APPROVED,** and **ADOPTED** this **9th** day of **June 2026**.

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

DRAFT

By: _____
Raul F. Salinas, City Attorney

**RESOLUTION NO. 2026-XX-CC**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, ESTABLISHING A NEW SCHEDULE OF FEES FOR SERVICES FOR FISCAL YEAR 2026-27 AND RESCINDING RESOLUTION NO. 2025-26-CC**

**WHEREAS,** the City incurs costs for providing services and is required to recover cost of providing such services through fees and charges;

**WHEREAS,** it is necessary to adjust and/or establish certain fees to recover the cost of providing services;

**WHEREAS,** continued increases in the cost of providing services since the last fee adjustment support a further adjustment averaging approximately 7%, with selected fees revised to actual cost where the cost basis has materially changed;

**WHEREAS**, a duly noticed public hearing concerning this matter was held, as required by law, on June 9, 2026; and

**WHEREAS,** the proposed fees do not exceed the actual cost of providing the service.

**NOW, THEREFORE, THE CITY COUNCIL FOR THE CITY OF SOUTH GATE DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** The City Council does hereby declare that the recitals set forth above are true and correct and are incorporated herein by reference.

**SECTION 2.** The Schedule of Fees attached hereto as Exhibit A is hereby approved and adopted and shall be adjusted annually for inflation and other factors, subject to City Council approval.

**SECTION 3.** The new fees proposed in this Schedule of Fees will be effective sixty (60) days from adoption of this Resolution.

**SECTION 4.** Fees and charges may be waived only by the authority and approval of the City Council, except for Facility Use Permit Fees, which may be waived by the Director of Parks and Recreation under criteria specified in the Administrative Guidelines adopted by the City Council on February 28, 2006.

**SECTION 5.** Penalty charges may be applied every 30-day period for nonpayment of fees as indicated in this Schedule of Fees, but may not, at any time, exceed the amount of the original fee.

**SECTION 6.** Staff are authorized to engage outside consultant services to perform any and all studies to analyze proposed development and/or land use applications. All costs for such services shall be borne by the applicant. Such fees shall be deposited prior to work being undertaken into a trust account and drawn upon by the City to pay invoices from the consultant. In addition, a 25% surcharge shall be charged to recover any staff cost associated with engaging, coordinating and/or reviewing such studies.

**SECTION 7.** The City Manager shall have the authority to interpret the provisions of this Resolution for purposes of resolving ambiguities.

**SECTION 8.** The City Clerk shall certify the adoption of this Resolution which shall be effective upon its adoption.

**PASSED, APPROVED** and **ADOPTED** this **9th** day of **June 2026.**

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By:_____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By:_____
Raúl F. Salinas, City Attorney

# Summary of Material Changes - FY 2026-27 Proposed Budget

This disclosure outlines material revisions made between the FY 2026-27 Proposed Budget introduced on May 26, 2026, and the revised version presented on June 9, 2026. All page numbers below refer to pages in the revised version. Revisions include added content, updates for accuracy based on new information, organizational chart corrections, and enhanced narrative detail intended to improve transparency and clarity.

## Purpose of This Disclosure

The following summary is provided to inform readers of what sections were modified, the nature of each change, and where updated or corrected information appears in the document.

## Summary of Revisions

**Introduction (pgs. 1-11):**

- Added City Manager Transmittal Letter (pgs. 1-6)

**Guidelines (pgs. 13-36):**

- Added updated Financial and Budgetary Policies (pgs. 13-24)

**Summaries (pgs. 37-86):**

- Add Pension Obligation Bond Summary (pgs. 83-85)
- GANN Appropriation Limit updated (pg. 86).
    - Exhibit A. "Last Year's Limit (Audited)" was updated from $110,869,454 to $109,371,003 based on FY 25-26 Audit finding.
    - Exhibit D. "This Year's Limit" (A x C) was updated from $116,427,248 to $114,853,681

**City Attorney (pgs. 99-105):**

- Org Chart adjusted to remove Executive Assistant to City Attorney (pg. 99)

**City Manager (pgs. 107-122):**

- Org Chart adjusted to show Sr. Clerk Services Coordinator and City Hall Receptionist reporting directly to the City Manager (pg. 107)

**Administrative Services (pgs. 135-167):**

- Org Chart adjustments (pg. 135)
    - Revised Budget and Finance Manager title to Budget and Procurement Manager
    - Adjusted to show Customer Service Division reporting to Budget and Procurement Manager

- Adjusted to change Information Systems Analyst title to Information Technology Analyst
- Adjusted to change Information Systems Technician title to Information Technology Technician

**Public Works (pgs. 285-338):**

- Public Works – Engineering Org Chart adjustments (pg. 285)
  - Changed Executive Assistant to Special Projects Coordinator
  - Adjusted to reflect the Senior Civil Engineer to report to the Transportation & CIP Division Manager
- Adjustment to budget amount in Streets Division account 100-710-12-6101 from $125,000 to $135,000 to reflect the split of the account with Facilities Maintenance Division (pg. 310)
- Adjustment to budget amount in Streets Division account 100-710-12-6310 from $5,000 to $6,100 to reflect the split of the account with Facilities Maintenance Division (pg. 310)
- Addition of CBDG account 215-713-31-6309 Detail (pg. 311)
- Adjustment to budget amount in Water Division account 411-731-71-6202 from $460,689 to $366,000 to reflect the split of the account with Engineering Division (pg. 315)

Attachment D and Attachment F will be provided at the City Council Meeting and is also available now at the City of South Gate's Budgets & Financial Transparency webpage website: Budgets & Financial Transparency City of South Gate.

Office of the
South Gate City Clerk

JUN - 4 2026

FILED

5:59pm

# Item No. 3

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **City Manager's Office**

***Department Head:*** Rob Houston *Rob Houston* ***City Manager:*** Rob Houston *Rob Houston*

**SUBJECT: CONSIDERATION OF UTILITY USERS' TAX RATE OF 8% OR 9% FOR THE NOVEMBER 3, 2026, BALLOT MEASURE, TO ADDRESS RECURRING COSTS THAT CONTINUE TO OUTPACE GENERAL FUND REVENUES**

**PURPOSE:** To ask the City Council to consider setting the proposed Utility Users Tax (UUT) rate at 8% or 9%, in place of the 7% currently written into the draft Ordinance and ballot question, so the measure fully closes the General Fund structural deficit and creates capacity to rebuild reserves and restore reduced services. This report supplements the April 14, 2026, Agenda Bill on the UUT measure and the May 26, 2026, FY 2026-27 Proposed Budget presentation.

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Selecting a Utility Users Tax rate of 8% or 9%, in place of the 7% rate reflected in the documents presented on April 14, 2026;
b. Adopting the Amended and Restated Resolution, submitting the revised ballot measure to the voters at the November 3, 2026, General Municipal Election, by the required two-thirds vote of the full Council under California Government Code section 53724(b);
c. Approving the revised proposed Ordinance for submission to the voters; and
d. Directing staff to transmit the adopted documents to the Los Angeles County Registrar-Recorder/County Clerk before the August 7, 2026, filing deadline.

**SUMMARY:** South Gate's costs continue to grow faster than its revenues. The current proposal places a 7% UUT before voters, generating roughly $9.0 million a year. Based on the City's latest general fund forecast, that rate brings the General Fund close to balance but leaves residual operating deficits and thin reserves with little cushion for risk.

An 8% rate reaches structural balance by FY 2028-29. A 9% rate produces a structural surplus that would let the City rebuild the Budget Stabilization Reserve and restore part of the service reductions adopted for FY 2025-26 and FY 2026-27. Because the same election, ballot, and senior exemption apply at any of these rates, the choice of rate is the single largest lever the City Council holds over the City's long-term fiscal health. Staff recommends the City Council direct that the measure be set at 8% or 9%.

**FISCAL IMPACT**: The fiscal effect of this item is the difference in recurring General Fund revenue the measure would raise. Compared with the 7% proposal, an 8% rate raises about $1.4 million more per year and a 9% rate raises about $3.0 million more per year, at full annual collection. Higher recurring revenue directly reduces the City's reliance on one-time reserves and lowers the risk of further service cuts in future budget cycles.

**ANALYSIS:** The City has been able to sustain a high level of community services and retain quality City staff and service providers by actively pursuing and recovering "one-time" revenues to fill the City's growing structural deficit. During this time, revenues within the City's General Fund, sales tax, property tax, and Vehicle License Fees remained static, with some growth in property tax, but with limited or no growth in the other General Fund revenue sources. More recently, emerging national economic conditions, including tariff-related uncertainties and broader market volatility, present additional downside revenue risk for cities across California.

**Why costs keep outpacing revenues**

The deficit is structural, not a one-time gap. Since FY 2019-20, recurring costs have grown by roughly $11.5 million a year, with about $4.1 million of new pressure in FY 2026-27 alone (May 26, 2026 Proposed Budget presentation). The largest drivers are required pension contributions (CalPERS unfunded liability up about 85%, from $6.0M to $11.1M), workers' compensation and liability insurance (up about 190%, from $2.0M to $5.8M), and health benefits (up about 42%). Less visible costs add to the pressure each year, including contract escalators tied to inflation, energy and fuel, software subscription increases of 5 to 15 percent, and new state and federal mandates.

These pressures recur every year and rise with inflation, while the City's main revenues, property tax (constrained by Proposition 13), sales tax, and vehicle license fees, have grown slowly or remained flat. Emerging tariff-related and market uncertainty adds downside risk to those revenues. That gap between rising recurring costs and slow recurring revenue is what the UUT is meant to close.

**What the 7% rate achieves, and where it falls short**

The FY 2026-27 budget is technically balanced but not structurally balanced; it relies on a $2.25 million draw from the Budget Stabilization Reserve, which falls to about $1.52 million as a result. At 7%, the forecast shows the General Fund near balance but with residual operating deficits and an available fund balance that drops to about $2.5 million in FY 2027-28 before slowly recovering. That leaves almost no margin to absorb a revenue downturn, a major claim, or a new mandate.

The table below compares the three rates using the City's adopted five-year forecast model. Dollar figures are rounded; "available fund balance" means the discretionary General Fund balance and excludes the policy-protected Emergency Reserve.

| Measure | 7% (current draft) | 8% | 9% |
|---|---|---|---|
| Annual UUT revenue, full year (FY 2027-28) | $9.0M | $10.4M | $12.0M |
| Added recurring revenue vs. 7% | — | +$1.4M/yr | +$3.0M/yr |
| Recurring operating margin, FY 2028-29 | +$1.7M | +$3.1M | +$4.8M |
| Available fund balance — low point (FY 2027-28) | $2.5M | $4.2M | $6.2M |
| Available fund balance — FY 2030-31 | $9.5M | $15.6M | $22.5M |
| Structural outcome (per forecast) | Near balance; residual deficits persist | Structural balance by FY 2028-29 | Structural surplus; restoration capacity |

*Source: 5-Year General Fund Forecast — UUT 7% / 8% / 9% scenarios; HdL revenue projections.*

**Effect on residents**

The table below uses the same illustrative household figures shown to the public in the UUT community education materials, applied to the 7%, 8%, and 9% options. The low-income senior exemption in the draft Ordinance applies at any rate, so the residents least able to pay remain protected regardless of the rate the City Council selects.

| Illustrative household | Monthly utility cost | At 7% | At 8% | At 9% |
|---|---|---|---|---|
| Sample South Gate household | $548 | $38.38 | $43.87 | $49.35 |
| Average California household | $560 | $39.20 | $44.80 | $50.40 |

*Monthly cost on a typical utility bill. Figures are illustrative estimates, consistent with the UUT community education materials. A low-income senior exemption applies at every rate.*

Put in dollars, the choice between rates is modest at the household level. For a typical South Gate household, an 8% rate instead of 7% adds about $5.49 a month, or roughly $66 a year. A 9% rate adds about $10.97 a month, or roughly $132 a year. Each of those additional dollars stays local and goes toward closing the structural deficit and protecting services.

As a further way to ease the transition, Councilmember Rios has suggested offering residents a temporary discount on their water bills, funded by the Water Fund, to partially offset the cost of

the new tax. The Water Fund holds sufficient available balance to support such a program on a short-term basis, and the Council could direct staff to return with a proposed structure and duration.

**Capacity to restore services**

The FY 2026-27 budget carries about $9.3 million in cumulative reductions over two years, including frozen police positions, reduced patrol minimums, the crossing guard and crime prevention programs, seasonal park and pool closures, and slower permit and code enforcement response.

The five-year forecast does not assume the City reverses all of those cuts. It is built on a $7.0 million restoration, phased in over FY 2026-27 and FY 2027-28, which still leaves roughly $2.3 million in reductions unrestored before any allowance for future cost growth. At 7%, the forecast funds that $7.0 million restoration but leaves very little room for further restoration and almost no cushion to absorb the cost increases that will keep coming. At 8%, the same $7.0 million restoration holds, with some added capacity to absorb those increases as they arrive. Only at 9% does the forecast create room to restore services beyond the $7.0 million already assumed, and even then the result is workable rather than comfortable. No scenario fully reverses the $9.3 million in cuts; the 9% rate is the only one that moves the City meaningfully back toward that goal while keeping a usable reserve.

**Key forecast assumptions**

These projections rest on assumptions the Council should keep in view: HdL revenue projections with about 3% annual property tax growth; payoff of the 2005 Police Pension Obligation Bond in FY 2027-28, saving roughly $2.0 million a year; about $1.0 million in insurance savings beginning FY 2027-28 if the City changes carriers; 1% annual UUT growth starting FY 2028-29; and an assumed 6% salary turnover savings. These are reasonable planning assumptions, not guarantees. If any move against the City, the higher rate provides the buffer the 7% rate does not.

**Procedural Considerations and Timing**

Because the 7% rate is written into both the ballot question and the Ordinance, changing it is a substantive amendment to the measure that only the City Council can make, and only by the same two-thirds vote used to place it. Council direction alone does not change the measure; the rate takes effect only when the City Council adopts the resolution that carries it. Staff has prepared Resolutions and Ordinances at both 8% and 9%, so the Council can select a rate and adopt the matching versions at this meeting and still file with the County before the August 7, 2026 deadline.

**ATTACHMENTS:**
A. Amended and Restated Resolution (8% version)
B. Amended and Restated Resolution (9% version)
C. Revised Proposed Ordinance (8% version)
D. Revised Proposed Ordinance (9% version)

**RESOLUTION NO. ____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, SUBMITTING BALLOT MEASURE TEXT FOR THE UTILITY USERS TAX MEASURE TO THE VOTERS AT THE NOVEMBER 3, 2026, GENERAL MUNICIPAL ELECTION**

**WHEREAS**, the City Council of the City of South Gate ("City") wishes to present a utility users tax ordinance ("Ordinance") to City voters;

**WHEREAS,** the Ordinance would impose a general tax on utility use to be collected by utility suppliers on utilities consumed in the City ("Utility Users Tax"), the revenues from which may fund public safety, street maintenance, parks, or any other lawful purpose of the City;

**WHEREAS,** the City Council wishes to present the Ordinance to the voters in the general municipal election held on November 3, 2026;

**WHEREAS,** the City Council requests the services of the Los Angeles County Registrar-Recorder/County Clerk to conduct this election;

**WHEREAS,** the City, despite significant improvements in its fiscal accountability, is experiencing an increase in service demands from a growing population -- leaving the City, like many other cities in California, with inadequate funding to address essential public safety and service needs;

**WHEREAS,** the City has implemented a number of cost-saving measures, having reduced the number of employees, consolidated departments and become more efficient in its operations;

**WHEREAS,** the City of South Gate is in a Financial State of Emergency, having experienced a structural budget deficit of over $7 million in fiscal year 2025-26, which is being addressed only through the use of non-recurring reserves and one-time measures, and further projects a continuing and worsening deficit projected to exceed $9 million in 2026-27, such that General Fund reserve levels will be significantly depleted absent corrective action;

**WHEREAS,** without an immediate source of new revenue, the City will be forced to reduce essential services to the community;

**WHEREAS,** maintaining public safety with a fully funded police department, continuing to provide school crossing guards, maintaining parks and recreation services, senior services, neighborhood graffiti abatement programs, maintaining responsive planning, building, and code enforcement services, and fixing streets and potholes, are essentials for our community;

**WHEREAS,** without the adoption and submission of a Utility Users Tax measure to the voters, the City will be required to implement immediate and significant reductions to existing service levels, including reductions affecting public safety operations, parks and recreation programming, community development services, public works maintenance activities, financial administration, and the school crossing guard program, due to the insufficiency of ongoing General Fund revenues;

**WHEREAS,** a Utility Users Tax measure will make it possible for the City to improve its overall community services, for example by: hiring additional police officers to reduce emergency response times, fixing City streets to improve traffic flow and reduce congestion, fighting gangs and drugs by expanding neighborhood graffiti removal programs, supporting youth anti-gang and drug prevention programs, and after-school tutoring and mentoring programs; and

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY ORDAIN AS FOLLOWS:**

**SECTION 1. Call of General Municipal Election.** Pursuant to the laws of the State of California applicable to general law cities, the City Council hereby calls and notices a general municipal election to be held on November 3, 2026 (the "Election"), to consider the following measure:

[The remainder of this page purposely left blank.]

**Measure __**

| | |
|---|---|
| "SOUTH GATE FISCAL EMERGENCY STREET MAINTENANCE, YOUTH PROGRAMS, PARKS FUNDING PROTECTION MEASURE. Shall an ordinance preventing cuts to City of South Gate services including maintaining streets and sidewalks; maintaining school crossing guards, parks / recreation programs, police 911 and support services, and other General Fund uses by establishing an 8% utility user tax, exempting low income seniors, annually providing approximately $10,400,000 until ended by voters; requiring independent audits, public disclosure of all spending, local control, to benefit South Gate residents, be adopted?" | Yes ___<br><br>No ___ |

The full Ordinance comprising this measure is attached hereto as Exhibit A and is incorporated here by this reference. The Ordinance requires the approval of a simple majority (50% plus one) of those voting on it.

**SECTION 2. Request that County Conduct Election.** The City Council hereby asks the Los Angeles County Board of Supervisors ("Board of Supervisors") to authorize the Los Angeles County Registrar-Recorder / County Clerk ("County Elections Official") to render all services necessary to conduct the Election. The City Council hereby asks the Board of Supervisors to consolidate the Election with any other election the County Elections Official is to administer on November 3, 2026, and to order the Election to be conducted by the County Elections Official. (Elec. Code, §§ 10402, 10403.) The City Council acknowledges that the Election will be held and conducted in the manner prescribed in Elections Code section 10418. The ballots to be used in the election shall be in form and content as required by law.

The City Clerk is authorized and directed to work with the County Elections Official and to procure and furnish any and all official ballots, notices, printed matter and all supplies, equipment and paraphernalia as needed to properly and lawfully conduct the Election. In all particulars not recited in this Resolution, the election shall be held and conducted as provided by law for holding municipal elections. The City of South Gate will reimburse Los Angeles County for the actual costs incurred in conducting the Election upon receipt of a bill stating the amount due.

The notice of the time and place of holding the Election is hereby given, and the City Clerk and County Elections Official are authorized to give further notice of the Election as required by law.

**SECTION 3. Implementation.** The City Clerk is directed to file certified copies of this Resolution with the Board of Supervisors, with a copy to the County Elections Official. (Elec. Code, § 10402.) The City Clerk is further authorized and directed to perform all other acts necessary or required by law to implement this Resolution and related to the Election.

**SECTION 4. Ballot Arguments.**

A. The City Clerk shall set the deadline for submission of arguments in favor of or against the Ordinance and provide notice of that deadline. The City Clerk may do this in coordination with the County Elections Official, as necessary. In all respects, the process to choose these arguments shall accord with Elections Code sections 9280 et seq. and 9600 et seq.

B. The City Council hereby authorizes Councilmembers _____and _____to prepare and file the written argument in support of the measure on behalf of the City Council. (Elec. Code,§ 9282(b).)

C. Further, the City Council hereby adopts the provisions of Elections Code section 9285(a) authorizing rebuttal argument only as to arguments for the Election. This Subdivision 4(C) is repealed, and the provisions of section 9285(a) shall not apply, thereafter.

**SECTION 5. Impartial Analysis.** The City Clerk is directed to transmit a copy of the Ordinance to the City Attorney, who shall prepare an impartial analysis of the Ordinance in accordance with applicable law. The impartial analysis shall indicate the measure that was placed on the ballot by the City Council.

If the entire text of the Ordinance is not printed in the voter information pamphlet, the following shall be printed immediately below the impartial analysis in no smaller than 10-point type: "The above statement is an impartial analysis of Measure___. The full text of Measure___ can be found online at cityofsouthgate.org. If you desire the measure, please call the City Clerk's office at 323-563-9510 and a copy will be mailed at no cost to you."

**SECTION 6. CEQA.** The adoption of this Resolution is exempt from the California Environmental Quality Act (CEQA), Public Resources Code section 21000 et seq. and California Code of Regulations, title 14, section 15000 et seq. (CEQA Guidelines). The calling of a municipal election is not a project within the meaning of CEQA Guidelines section 15378. Further, the general tax proposed by this Resolution is a government funding mechanism that does not involve any commitment to any specific project, which may result in a potentially significant physical impact on the environment, and thus adopting this Resolution is not a project under CEQA Guidelines section 15378(b)(4).

**SECTION 7. Severability.** If any section, subsection, sentence, clause, phrase or portion of this Resolution or its application to any person or circumstance is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Resolution or its application to other persons and circumstances. The City Council hereby declares that it would have adopted this Resolution and each section, subsection, sentence, clause, phrase or portion thereof irrespective of the fact that any one or more sections, subsections, sentences, clauses, phrases, or portions be declared invalid or unconstitutional and, to that end, the provisions hereof are hereby declared to be severable.

**SECTION 8. Effective Date.** The City Clerk shall certify the adoption of this Resolution, which shall be effective upon its adoption, and shall give notice of the measure to be voted on in the manner provided by law.

**SECTION 9.** In accordance with the provisions of California Government Code Section 53724(b), this Resolution shall only be effective if passed by a two-thirds vote (4 or more votes) of the City Council.

**SECTION 10.** The City Clerk shall certify the adoption of this Resolution, which shall be effective upon its adoption.

**PASSED, APPROVED,** and **ADOPTED** this **9th** day of **June 2026.**

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: _____ DRAFT
Raúl F. Salinas, City Attorney

**RESOLUTION NO. ____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, SUBMITTING BALLOT MEASURE TEXT FOR THE UTILITY USERS TAX MEASURE TO THE VOTERS AT THE NOVEMBER 3, 2026, GENERAL MUNICIPAL ELECTION**

**WHEREAS**, the City Council of the City of South Gate ("City") wishes to present a utility users tax ordinance ("Ordinance") to City voters;

**WHEREAS,** the Ordinance would impose a general tax on utility use to be collected by utility suppliers on utilities consumed in the City ("Utility Users Tax"), the revenues from which may fund public safety, street maintenance, parks, or any other lawful purpose of the City;

**WHEREAS,** the City Council wishes to present the Ordinance to the voters in the general municipal election held on November 3, 2026;

**WHEREAS,** the City Council requests the services of the Los Angeles County Registrar-Recorder/County Clerk to conduct this election;

**WHEREAS,** the City, despite significant improvements in its fiscal accountability, is experiencing an increase in service demands from a growing population -- leaving the City, like many other cities in California, with inadequate funding to address essential public safety and service needs;

**WHEREAS,** the City has implemented a number of cost-saving measures, having reduced the number of employees, consolidated departments and become more efficient in its operations;

**WHEREAS,** the City of South Gate is in a Financial State of Emergency, having experienced a structural budget deficit of over $7 million in fiscal year 2025-26, which is being addressed only through the use of non-recurring reserves and one-time measures, and further projects a continuing and worsening deficit projected to exceed $9 million in 2026-27, such that General Fund reserve levels will be significantly depleted absent corrective action;

**WHEREAS,** without an immediate source of new revenue, the City will be forced to reduce essential services to the community;

**WHEREAS,** maintaining public safety with a fully funded police department, continuing to provide school crossing guards, maintaining parks and recreation services, senior services, neighborhood graffiti abatement programs, maintaining responsive planning, building, and code enforcement services, and fixing streets and potholes, are essentials for our community;

**WHEREAS,** without the adoption and submission of a Utility Users Tax measure to the voters, the City will be required to implement immediate and significant reductions to existing service levels, including reductions affecting public safety operations, parks and recreation programming, community development services, public works maintenance activities, financial administration, and the school crossing guard program, due to the insufficiency of ongoing General Fund revenues;

**WHEREAS,** a Utility Users Tax measure will make it possible for the City to improve its overall community services, for example by: hiring additional police officers to reduce emergency response times, fixing City streets to improve traffic flow and reduce congestion, fighting gangs and drugs by expanding neighborhood graffiti removal programs, supporting youth anti-gang and drug prevention programs, and after-school tutoring and mentoring programs; and

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY ORDAIN AS FOLLOWS:**

**SECTION 1. Call of General Municipal Election.** Pursuant to the laws of the State of California applicable to general law cities, the City Council hereby calls and notices a general municipal election to be held on November 3, 2026 (the "Election"), to consider the following measure:

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**Measure __**

| | |
|---|---|
| "SOUTH GATE FISCAL EMERGENCY STREET MAINTENANCE, YOUTH PROGRAMS, PARKS FUNDING PROTECTION MEASURE. Shall an ordinance preventing cuts to City of South Gate services including maintaining streets and sidewalks; maintaining school crossing guards, parks / recreation programs, police 911 and support services, and other General Fund uses by establishing a 9% utility user tax, exempting low income seniors, annually providing approximately $12,000,000 until ended by voters; requiring independent audits, public disclosure of all spending, local control, to benefit South Gate residents, be adopted?" | Yes ___<br><br>No ___ |

The full Ordinance comprising this measure is attached hereto as Exhibit A and is incorporated here by this reference. The Ordinance requires the approval of a simple majority (50% plus one) of those voting on it.

**SECTION 2. Request that County Conduct Election.** The City Council hereby asks the Los Angeles County Board of Supervisors ("Board of Supervisors") to authorize the Los Angeles County Registrar-Recorder / County Clerk ("County Elections Official") to render all services necessary to conduct the Election. The City Council hereby asks the Board of Supervisors to consolidate the Election with any other election the County Elections Official is to administer on November 3, 2026, and to order the Election to be conducted by the County Elections Official. (Elec. Code, §§ 10402, 10403.) The City Council acknowledges that the Election will be held and conducted in the manner prescribed in Elections Code section 10418. The ballots to be used in the election shall be in form and content as required by law.

The City Clerk is authorized and directed to work with the County Elections Official and to procure and furnish any and all official ballots, notices, printed matter and all supplies, equipment and paraphernalia as needed to properly and lawfully conduct the Election. In all particulars not recited in this Resolution, the election shall be held and conducted as provided by law for holding municipal elections. The City of South Gate will reimburse Los Angeles County for the actual costs incurred in conducting the Election upon receipt of a bill stating the amount due.

The notice of the time and place of holding the Election is hereby given, and the City Clerk and County Elections Official are authorized to give further notice of the Election as required by law.

**SECTION 3. Implementation.** The City Clerk is directed to file certified copies of this Resolution with the Board of Supervisors, with a copy to the County Elections Official. (Elec. Code, § 10402.) The City Clerk is further authorized and directed to perform all other acts necessary or required by law to implement this Resolution and related to the Election.

**SECTION 4. Ballot Arguments.**

A. The City Clerk shall set the deadline for submission of arguments in favor of or against the Ordinance and provide notice of that deadline. The City Clerk may do this in coordination with the County Elections Official, as necessary. In all respects, the process to choose these arguments shall accord with Elections Code sections 9280 et seq. and 9600 et seq.

B. The City Council hereby authorizes Councilmembers _____and _____to prepare and file the written argument in support of the measure on behalf of the City Council. (Elec. Code,§ 9282(b).)

C. Further, the City Council hereby adopts the provisions of Elections Code section 9285(a) authorizing rebuttal argument only as to arguments for the Election. This Subdivision 4(C) is repealed, and the provisions of section 9285(a) shall not apply, thereafter.

**SECTION 5. Impartial Analysis.** The City Clerk is directed to transmit a copy of the Ordinance to the City Attorney, who shall prepare an impartial analysis of the Ordinance in accordance with applicable law. The impartial analysis shall indicate the measure that was placed on the ballot by the City Council.

If the entire text of the Ordinance is not printed in the voter information pamphlet, the following shall be printed immediately below the impartial analysis in no smaller than 10-point type: "The above statement is an impartial analysis of Measure___. The full text of Measure___ can be found online at cityofsouthgate.org. If you desire the measure, please call the City Clerk's office at 323-563-9510 and a copy will be mailed at no cost to you."

**SECTION 6. CEQA.** The adoption of this Resolution is exempt from the California Environmental Quality Act (CEQA), Public Resources Code section 21000 et seq. and California Code of Regulations, title 14, section 15000 et seq. (CEQA Guidelines). The calling of a municipal election is not a project within the meaning of CEQA Guidelines section 15378. Further, the general tax proposed by this Resolution is a government funding mechanism that does not involve any commitment to any specific project, which may result in a potentially significant physical impact on the environment, and thus adopting this Resolution is not a project under CEQA Guidelines section 15378(b)(4).

**SECTION 7. Severability.** If any section, subsection, sentence, clause, phrase or portion of this Resolution or its application to any person or circumstance is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Resolution or its application to other persons and circumstances. The City Council hereby declares that it would have adopted this Resolution and each section, subsection, sentence, clause, phrase or portion thereof irrespective of the fact that any one or more sections, subsections, sentences, clauses, phrases, or portions be declared invalid or unconstitutional and, to that end, the provisions hereof are hereby declared to be severable.

**SECTION 8. Effective Date.** The City Clerk shall certify the adoption of this Resolution, which shall be effective upon its adoption, and shall give notice of the measure to be voted on in the manner provided by law.

**SECTION 9.** In accordance with the provisions of California Government Code Section 53724(b), this Resolution shall only be effective if passed by a two-thirds vote (4 or more votes) of the City Council.

**SECTION 10.** The City Clerk shall certify to the adoption of this Resolution, which shall be effective upon its adoption.

**PASSED, APPROVED,** and **ADOPTED** this **14th** day of **April 2026.**

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: DRAFT YG _____
Raúl F. Salinas, City Attorney

# ORDINANCE NO. ____

## CITY OF SOUTH GATE
## LOS ANGELES COUNTY, CALIFORNIA

## ORDINANCE OF THE PEOPLE OF THE CITY OF SOUTH GATE ADOPTING A UTILITY USERS TAX

**WHEREAS,** the City of South Gate ("City"), despite significant improvements in its fiscal accountability, is experiencing an increase in service demands from a growing population, leaving the City, like many others in California, with inadequate funding to address essential public safety and service needs;

**WHEREAS,** the City has implemented a number of cost-saving measures having reduced the number of employees, consolidated departments, and become more efficient in its operations;

**WHEREAS,** the City is in a Financial State of Emergency, with a projected structural General Fund deficit of approximately $9.4 million in fiscal year 2026–27, following a structural imbalance in fiscal year 2025–26 that has been addressed only through the use of non-recurring reserves and one-time measures; and absent corrective action, General Fund reserves will be significantly depleted, impacting the City's ability to sustain ongoing services;

**WHEREAS,** without an immediate source of new revenue, the City will be forced to reduce essential services to the community;

**WHEREAS,** maintaining public safety with a fully funded police department, continuing to provide school crossing guards, maintaining parks and recreation services, senior services, neighborhood graffiti abatement programs, maintaining responsive planning, building, and code enforcement services, and fixing streets and potholes, are essentials for our community;

**WHEREAS**, without the adoption and submission of a Utility Users Tax measure to the voters, the City will be required to implement immediate and significant reductions to existing service levels, including reductions affecting public safety operations, parks and recreation programming, community development services, public works maintenance activities, financial administration, and the school crossing guard program, due to the insufficiency of ongoing General Fund revenues;

**WHEREAS,** a Utility Users Tax measure will make it possible for the City to improve its overall community services, for example by: hiring additional police officers to reduce emergency response times, fixing City streets to improve traffic flow and reduce congestion, fighting gangs and drugs by expanding neighborhood graffiti removal programs, supporting youth anti-gang and drug prevention programs, and after-school tutoring and mentoring programs; and

**NOW, THEREFORE, THE PEOPLE OF THE CITY OF SOUTH GATE, CALIFORNIA, DO HEREBY ORDAIN AS FOLLOWS.**

**SECTION 1.** Chapter 2.79 (Utility Users Tax) is hereby added to Title 2 (Licenses – Business Regulations) of the City of South Gate Municipal Code to read as follows:

**Section 2.79.010 Definitions**

For the purposes of this chapter, the following words and phrases shall have the meanings ascribed to them unless otherwise noted:

"Ancillary telecommunication services" means services that are associated with or incidental to the provision, use or enjoyment of telecommunication services, including, but not limited to, the following services:

1. "Conference bridging service" means an ancillary service that links two or more participants of an audio or video conference call and may include the provision of a telephone number. Conference bridging service does not include the telecommunication services used to reach the conference bridge.

2. "Detailed telecommunication billing service" means an ancillary service of separately stated information pertaining to individual calls on a customer's billing statement.

3. "Directory assistance" means an ancillary service of providing telephone number information, and/or address information.

4. "Vertical service" means an ancillary service that is offered in connection with one or more telecommunication services, which offers advanced calling features that allow customers to identify callers and to manage multiple calls and call connections, including conference bridging services.

5. "Voice mail service" means an ancillary service that enables the customer to store, send or receive recorded messages. Voice mail service does not include any vertical services that the customer may need to use the voice mail service.

"Ancillary video services" means services that are associated with, or incidental to, the provision or delivery of video services, including, but not limited to, electronic program guide services, recording services, search functions, or other interactive services or communications that are associated with or incidental to the provision, use or enjoyment of video services.

"Billing address" means the mailing address of the service user where the service supplier submits invoices or bills for payment by the customer.

"City" means the City of South Gate, a municipal corporation, or the territory within its jurisdictional boundaries, as the context requires.

"Communication services" means telecommunication services, ancillary telecommunication services, video services, and ancillary video services.

"Electrical corporation" means as defined in Section 218 of the Public Utilities Code and shall be construed to include any entity engaged in the selling or supplying of electricity to a service user.

"Exempt wholesale generator" shall have the same meaning as set forth in 42 U.S.C. Section 16451 and the regulations thereunder.

"Gas" means natural or manufactured gas or any alternate hydrocarbon fuel, which may be substituted therefor.

"Mobile telecommunications service" shall have the same meaning and usage as set forth in 4 U.S.C. Section 124 and the regulations thereunder.

"Month" means a calendar month.

"Non-utility service supplier" means:

1. A service supplier, other than a supplier of electric distribution services to all or a significant portion of the city, which generates electricity for sale to others, and shall include, but is not limited to, any publicly owned electric utility, investor-owned utility, cogenerator, distributed generation provider, exempt wholesale generator, municipal utility district, federal power marketing agency, electric rural cooperative, or other supplier or seller of electricity; or

2. A community choice aggregator, electric service provider (ESP), electricity broker, marketer, aggregator, pool operator, or other electricity supplier other than a supplier of electric distribution services to all or a significant portion of the city, which sells or supplies electricity or supplemental services to electricity users within the city; or

3. A gas service supplier, aggregator, marketer, or broker, other than a supplier of gas distribution services to all or a significant portion of the city, which sells or supplies gas or supplemental services to gas users within the city.

"Paging service" means a telecommunication service that provides transmission of coded radio signals for the purpose of activating specific pagers; such transmissions may include messages and/or sounds.

"Person" means, without limitation, any natural individual, firm, trust, common law trust, estate, partnership of any kind, association, syndicate, club, joint stock company, joint venture, limited liability company, corporation (including foreign, domestic, and non-profit), municipal district, municipal corporation (other than the City of South Gate), cooperative, receiver, trustee, or guardian.

"Place of primary use" means the street address representative of where a customer's use of a service primarily occurs, which must be a customer's residential street address or primary business street address.

"Post-paid telecommunication service" means the telecommunication service obtained by making a payment on a communication-by-communication basis either through the use of a credit card or payment mechanism such as a bank card, travel card, credit card, or debit card, or by a charge

made to a service number which is not associated with the origination or termination of the telecommunication service.

"Prepaid telecommunication service" means the right to access telecommunication services, which must be paid for in advance and which enables the origination of communications using an access number or authorization code, whether manually or electronically dialed, and that is sold in predetermined units or dollars of which the number declines with use in a known amount.

"Private telecommunication service" means a telecommunication service that entitles the customer to exclusive or priority use of a communications channel or group of channels between or among termination points, regardless of the manner in which such channel or channels are connected, and includes switching capacity, extension lines, stations, and any other associated services that are provided in connection with the use of such channel or channels.

"Service address" means:

1. The location of the service user's place of primary use, such as his or her residential street address or business street address, or

2. The location of the service user's communication equipment from which the communication originates or terminates, regardless of where the communication is billed or paid, or

3. For prepaid telecommunication service, the location associated with the service number.

"Service supplier" means any person, including the city, who provides telephone communication, electric, gas, water, or video services to a user of such services within the city. The term shall include any person required to collect and remit a tax as imposed by this chapter, including its billing agent in the case of electric and gas service suppliers.

"Service user" means a person required to pay a tax imposed by this chapter.

"State" means the state of California.

"Streamlined Sales and Use Tax Agreement" means the multistate agreement commonly known and referred to as the Streamlined Sales and Use Tax Agreement, as it is amended from time to time.

"Tax administrator" means the City Manager of the City of South Gate, or his or her designee.

"Telecommunication services" means the transmission, conveyance, or routing of voice, data, audio, video, or any other information or signals to a point, or between or among points, whatever the technology used. "Telecommunication services" includes such transmission, conveyance, or routing in which computer processing applications are used to act on the form, code or protocol of the content for purposes of transmission, conveyance or routing without regard to whether such services are referred to as voice over internet protocol (VoIP) services or are classified by the Federal Communications Commission as enhanced or value added, and includes video and/or data services that are functionally integrated with "telecommunication services." "Telecommunication

services" include, but are not limited to, the following services, regardless of the manner or basis on which such services are calculated or billed: intrastate, interstate, and international telecommunication services; ancillary telecommunication services; mobile telecommunications service; prepaid telecommunication service; post-paid telecommunication service; private telecommunication service; paging service; 800 service (or any other toll-free numbers designated by the Federal Communications Commission); 900 service (or any other similar numbers designated by the Federal Communications Commission for services whereby subscribers who call in to prerecorded or live service).

"Video programming" means those programming services commonly provided to subscribers by a video service supplier including, but not limited to, basic services, premium services, audio services, video games, pay-per-view services, video on demand, origination programming, or any other similar services, regardless of the content of such video programming, or the technology used to deliver such services, and regardless of the manner or basis on which such services are calculated or billed.

"Video services" means video programming and any and all services related to the providing, recording, delivering, use or enjoyment of "video programming" (including origination programming and programming using Internet Protocol, e.g., IP-TV and IP-Video) by a "video service supplier," regardless of the technology used to deliver, store or provide such services, and regardless of the manner or basis on which such services are calculated or billed, and includes ancillary video services, data services, telecommunication services, or interactive communication services that are functionally integrated with video services.

"Video service supplier" means any person, company, or service which provides or sells video programming, or provides or sells the capability to receive video programming, including any communications that are ancillary, necessary or common to the provision, use or enjoyment of the video programming, to or from a business or residential address in the city, including but not limited to or from a business, home, condominium, or apartment, where some fee is paid, whether directly or included in dues or rental charges for that service, whether or not public rights-of-way are used in the delivery of the video programming or communications. A video service supplier includes, but is not limited to: multi-channel video programming distributors (as defined in 47 U.S.C. Section 522(13)); open video systems (OVS) suppliers; suppliers of cable television; master antenna television; satellite master antenna television; multichannel multipoint distribution services (MMDS); video services using internet protocol (e.g., IP-TV and IP-Video, which provide, among other things, broadcasting and video on demand), direct broadcast satellite to the extent federal law permits taxation of its video services, now or in the future; video streaming services, and other suppliers of video services (including two-way communications), whatever their technology.

"VoIP (voice over internet protocol)" means the digital process of making and receiving real-time voice transmissions over any internet protocol network.

"800 service" means a "telecommunications service" that allows a caller to dial a number without incurring a charge for the call. The service is typically marketed under the name "800," "855," "866," "877," and "888" toll-free calling, and any subsequent numbers the Federal Communications Commission may designate for such services.

"900 service" means an inbound toll "telecommunications service" purchased by a subscriber that allows the subscriber's customers to receive the subscriber's prerecorded announcement or live service. "900 service" does not include the charge for collection services provided by the seller of the "telecommunications services" to the subscriber, or service or product sold by the subscriber to the subscriber's customer. The service is typically marketed under the name "900" service, and any subsequent numbers the Federal Communications Commission may designate for such service.

**Section 2.79.020 Communications Users Tax**

A. Telecommunication Services

1. There is hereby imposed a tax upon every person using telecommunication services in the city. The tax shall be at the rate of 8 percent of all charges made for such services and shall be collected from the service user by the telecommunication services supplier or its billing agent. There is a rebuttable presumption that telecommunication services, which are billed to a billing or service address in the city, are used, in whole or in part, within the city, and such services are subject to taxation under this chapter. If the billing address of the service user is different from the service address, the service address of the service user shall be used to apply the tax. As used in this section, the term "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by the service user in exchange for the telecommunication services.

2. As used in this section charges for "telecommunication services" shall include, but are not limited to, charges for: connection, reconnection, termination, movement, or change of telecommunication services; late payment fees; detailed billing; central office and custom calling features (including, but not limited to, call waiting, call forwarding, caller identification and three-way calling); voice mail and other messaging services; directory assistance; access and line charges; universal service charges; regulatory, administrative and other cost-recovery charges; local number portability charges; and text and instant messaging. "Telecommunication services" shall not include digital downloads that are not "ancillary telecommunication services," such as music, ringtones, games, and similar digital products.

B. Video Services

1. There is hereby imposed a tax upon every person using video services in the city provided by a video service supplier. The tax shall be at the rate of 8 percent of the charges made for such video services, and shall be collected from the service user by the video service supplier, or its billing agent.

2. As used in this section, "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by the service user in exchange for video services. Charges for video services shall also include, but are not limited to, charges for the following:

a. Regulatory fees and surcharges, franchise fees, and access fees (including those to fund public, educational, and government video programming);

b. Initial installation of equipment necessary for provision and receipt of video services;

c. Late fees, collection fees, bad debt recoveries, and returned-check fees;

d. Activation fees, reactivation fees, and reconnection fees;

e. Video programming and video services;

f. Ancillary video services (e.g., electronic program guide services, recording functions, search functions, or other interactive services or communications that are ancillary, necessary or common to the use or enjoyment of video services);

g. Equipment leases (e.g., remote, recording or search devices, converters, remote devices);

h. Service calls, service protection plans, name changes, changes of services, and special services;

i. Leasing of channel or other access.

C. Mobile telecommunications service shall be sourced in accordance with the sourcing rules set forth in the Mobile Telecommunications Sourcing Act (4 U.S.C. Section 124). The tax administrator may issue and disseminate to communication service suppliers required to collect a tax under this chapter, sourcing rules for the taxation of other communication services, including, but not limited to, post-paid communication services, prepaid communication services, and private communication services, provided that such rules are based upon custom and common practice that further administrative efficiency and minimize multijurisdictional taxation (e.g., Streamlined Sales and Use Tax Agreement).

D. The tax administrator, from time to time, may issue and disseminate to communication service suppliers required to collect a tax under this chapter, an administrative ruling identifying those communication services that are subject to the taxes levied by subsections A and B above. Further, the tax administrator, from time to time, may survey communication service suppliers to identify the components of communication services offered to customers within the city, and the charges therefor. The tax administrator, thereafter, may issue and disseminate to such communication service suppliers an administrative ruling identifying components that (1) are necessary for or common to the receipt, use or enjoyment of taxed communication service; or (2) currently are or historically have been included in a bundled rate for taxed communication service. Charges for such components shall be subject to the tax imposed by subsections A and B above.

E. To prevent actual multijurisdictional taxation of communication services subject to tax under this section, any service user, upon proof to the tax administrator that the service user has previously paid the same tax in another state or city on such communication services,

shall be allowed a credit against the tax imposed to the extent of such tax legally imposed in such other state or city; provided, however, the amount of credit shall not exceed the tax owed to the city under this section.

F. The tax on communication services imposed by this section shall be collected from the service user by the service supplier or its billing agent. In the case of video service, the purchaser of the bulk video service (e.g., an apartment owner) shall be the "service user," unless such service is resold to individual users, in which case the service user shall be the ultimate purchaser. The amount of tax collected in one month shall be remitted to the tax administrator, and must be received by the tax administrator on or before the 25th day of the following month.

**Section 2.79.030 Electricity Users Tax**

A. There is hereby imposed a tax upon every person using electricity in the city. The tax imposed by this section shall be at the rate of 8 percent of the charges made for such electricity, and for any supplemental services or other associated activities directly related to and / or necessary for the provision of electricity to the service user, which are provided by a service supplier or non-utility service supplier to a service user.

B. As used in this section, "charges" includes charges for all services, components, and items that (1) are necessary for or common to the receipt, use, or enjoyment of electric service, or (2) currently are or historically have been included in a single or bundled rate for electric service by a service supplier to retail customers. As used in this section, "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by a service user in exchange for electricity or services related to the provision of electricity. "Charges" include, but are not limited to, the following:

1. Energy charges;

2. Distribution or transmission charges;

3. Metering charges;

4. Stand-by, reserves, firming, ramping, voltage support, regulation, emergency, or other similar minimum charges for services;

5. Customer charges, late charges, service establishment or reestablishment charges, demand charges, fuel or other cost adjustments, power exchange charges, independent system operator (ISO) charges, stranded investment or competitive transition charges (CTC), public-purpose-program charges, nuclear decommissioning charges, trust transfer amounts (bond financing charges), franchise fees, franchise surcharges, annual and monthly charges, and other charges, fees or surcharges which are necessary for or common to the receipt, use, or enjoyment of electricity service; and

6. Charges, fees, or surcharges for electricity services or programs which are mandated by the California Public Utilities Commission or the Federal Energy Regulatory

Commission, whether or not such charges, fees, or surcharges appear on a bundled or line-item basis on a customer's bill.

C. The tax administrator, from time to time, may survey electricity service suppliers to identify the unbundled billing components of electric retail service that they commonly provide to residential and other customers in the city, and the charges therefor, including those items that are mandated by state or federal regulatory agencies as a condition of providing such electricity service. The tax administrator, thereafter, may issue and disseminate to such electricity service suppliers an administrative ruling identifying those components and items which (1) are necessary for or common to the receipt, use or enjoyment of electricity service; or (2) currently are or historically have been included in a single or bundled rate for electricity service by a service supplier to retail customers. Charges for such components and items shall be subject to the tax imposed by subsection A above.

D. As used in this section, "using electricity" shall not include an electrical corporation's or governmental agency's receiving of electricity for resale.

E. The tax on electricity provided by self-production or by a non-utility service supplier not required by this chapter to collect the tax shall be collected and remitted as set forth in Section 7.29.045 of this chapter. All other taxes on charges for electricity imposed by this section shall be collected from the service user by the electric service supplier or its billing agent. The amount of tax collected in one month shall be remitted to the tax administrator, and must be received by the tax administrator on or before the 25th day of the following month.

**Section2.79.040 Gas Users Tax**

A. There is hereby imposed a tax upon every person using gas in the city, which is transported and delivered through a pipeline distribution system. The tax imposed by this section shall be at the rate of 8 percent of the charges made for such gas, including all services related to the storage, transportation and delivery of such gas.

B. There shall be excluded from the base to which the tax imposed by this section is applied:

1. Charges made for gas which is to be resold and delivered through mains or pipes;

2. Charges made for gas to be used in the generation of electrical energy by an electrical corporation; and

3. Charges made by a gas public utility for gas used and consumed in the conduct of the gas public utility's business.

C. As used in this section, "charges" shall include charges for all services, components and items for gas service that (1) are necessary for or common to the receipt, use, or enjoyment of gas service; or (2) currently are or historically have been included in a single or bundled rate for gas service by a service supplier to retail customers. "Charges" shall include, but is not limited to, the following:

1. The commodity charges for purchased gas, or the cost of gas owned by the service user (including the actual costs attributed to drilling, production, lifting, storage, gathering, trunkline, pipeline, and other operating costs associated with the production, transmission, and delivery of such gas), which is delivered through a gas pipeline distribution system;

2. Gas transportation charges, including interstate charges to the extent not included in commodity charges;

3. Storage charges; provided, however, that a service supplier shall not be required to apply the tax to any charges for gas storage services when the service supplier cannot, as a practical matter, determine the jurisdiction in which such stored gas is ultimately used; but it shall be the obligation of the service user to self-collect the amount of tax not applied to any charge for gas storage by the service supplier and to remit the tax to the appropriate jurisdiction;

4. Capacity or demand charges, late charges, service establishment or reestablishment charges, transition charges, customer charges, minimum charges, annual and monthly charges, and any other charges which are necessary for or common to the receipt, use, or enjoyment of gas service; and,

5. Charges, fees, or surcharges for gas services or programs mandated by the California Public Utilities Commission or the Federal Energy Regulatory Commission, whether or not such charges, fees, or surcharges appear on a bundled or line-item basis on a customer's bill.

D. As used in this section, "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by a service user in exchange for gas or services related to the delivery of gas.

E. The tax administrator, from time to time, may survey gas service suppliers to identify the unbundled billing components of gas retail service that they commonly provide to residential and other customers in the city, and the charges therefor, including those items that are mandated by state or federal regulatory agencies as a condition of providing such gas service. The tax administrator may issue and disseminate to such gas service suppliers an administrative ruling identifying those components and items which (1) necessary for or common to the receipt, use, or enjoyment of gas service; or (2) currently are or historically have been included in a single or bundled rate for gas service by a gas service supplier to retail customers. Charges for such components and items shall be subject to the tax imposed by subsection A above.

F. The tax on gas provided by self-production or by a non-utility service supplier not required to collect a tax by this chapter shall be collected and remitted in the manner set forth in Section 7.29.045 of this chapter. All other taxes imposed on charges for gas by this section shall be collected from the service user by the gas service supplier or its billing agent. The amount of tax collected in one month shall be remitted to the tax administrator, and must be received by the tax administrator, on or before the 25th day of the following month.

**Section2.79.045 Collection of Tax from Service Users Making Direct Purchase of Gas or Electricity**

A. Any service user subject to a tax imposed by Section 7.29.030 or by Section 7.29.040 of this chapter, which produces gas or electricity for self-use; which receives gas or electricity, including any related supplemental services, directly from a non-utility service supplier not required to collect a tax imposed by this chapter; or which, for any other reason, does not have the full tax collected and remitted by its service supplier, a non-utility service supplier, or its billing agent on the use of gas or electricity in the city, including any related supplemental services, shall report that fact to the tax administrator and shall remit the tax due directly to the tax administrator within 30 days of such use.

B. The tax administrator may require such a service user to identify its non-utility service supplier and provide, subject to audit: invoices; books of account; or other satisfactory evidence documenting the quantity of gas or electricity used, including any related supplemental services, and the cost or price thereof. If the service user is unable to provide such satisfactory evidence, or if the tax administrator concludes in his or her reasonable discretion that the cost to calculate the tax is excessive, the tax administrator may determine the tax by applying the tax rate to the equivalent charges the service user would have incurred if the gas or electricity used, including any related supplemental services, had been provided by the primary supplier of gas or electricity within the city. The tax administrator shall make available rate schedules for this purpose.

**Section2.79.050 Water Users Tax**

A. There is hereby imposed a tax upon every person using water in the city which is transported and delivered through a pipeline distribution system. The tax imposed by this section shall be at the rate of 8 percent of the charges made for such water and shall be collected from the service user by the water service supplier or its billing agent.

B. As used in this section, "charges" shall apply to all services, components and items that (1) are necessary for or common to the receipt, use, or enjoyment of water service; or (2) currently are or historically have been included in a single or bundled rate for water service by a service supplier to retail customers. "Charges" shall include, but is not limited to, the following:

1. Water commodity charges (potable and non-potable),

2. Distribution or transmission charges,

3. Metering charges,

4. Customer charges, late charges, service establishment or reestablishment charges, franchise fees, franchise surcharges, annual and monthly charges, and other charges, fees and surcharges which are necessary for or common to the receipt, use, or enjoyment of water service, and

5. Charges, fees, or surcharges for water services or programs, which are mandated by a water district or a state or federal agency, whether or not such charges, fees, or surcharges appear on a bundled or line-item basis on a customer's bill.

C. As used in this section, "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by a service user in exchange for water services.

D. The tax administrator, from time to time, may survey water service suppliers to identify the unbundled billing components of water retail service that they commonly provide to residential and other customers in the city, and the charges therefor, including those items that are mandated by a wholesale or retail water supplier or a state or federal agency as a condition of providing such water service. The tax administrator, thereafter, may issue and disseminate to such water service suppliers an administrative ruling identifying those components and items which (1) are necessary for or common to the receipt, use, or enjoyment of water service; or (2) currently are or historically have been included in a single or bundled rate for water service by a service supplier to retail customers. Charges for such components and items shall be subject to the tax imposed by subsection A above.

E. There shall be excluded from the base to which the tax imposed in this section is applied charges for water which is to be resold and delivered through a pipeline distribution system.

F. The tax on water service imposed by this section shall be collected from a service user by the water service supplier or its billing agent. The amount of tax collected in one month shall be remitted to the tax administrator, and must be received by the tax administrator on or before the 25th day of the following month.

**Section 2.79.060 Effect of Comingling Taxable Items with Nontaxable Items**

If any nontaxable charges are combined with and not separately stated from taxable service charges on a customer bill or invoice, the combined charge is subject to tax unless the service supplier identifies, by reasonable and verifiable standards, the portions of the combined charge that are nontaxable and taxable through the service supplier's books and records kept in the regular course of business, and in accordance with generally accepted accounting principles, and not created and maintained for tax purposes. A service supplier has the burden to prove the proper apportionment of taxable and nontaxable charges. If the service supplier offers a combination of taxable and nontaxable services, and the charges are separately stated, then for taxation purposes, the values assigned the taxable and nontaxable services shall be based on its books and records kept in the regular course of business and in accordance with generally accepted accounting principles, and not created and maintained for tax purposes. A service supplier has the burden to prove the proper valuation of the taxable and nontaxable services.

**Section2.79.070 Exemptions**

A. Nothing in this chapter shall be construed as imposing a tax upon the city, or upon any person or service when imposition of such tax upon that person or service would be in violation of a federal or state statute, the Constitution of the United States or the Constitution of the State of California.

B. The taxes imposed by this chapter, shall not apply to any person who:

1. Is 65 years of age or older;

2. Resides at the service address as his or her primary place of residence; and

3. Has a combined gross income, including all taxable and non-taxable income of all members of the household in which the person resides, that does not exceed the income threshold established by the Tax Administrator pursuant to subdivision (C) of this section; and

4. Has filed the application described in subdivision (D) of this section.

C. The Tax Administrator shall establish, by administrative rule, the household income thresholds applicable to the exemption provided in subdivision (B) of this section. In establishing such thresholds, the Tax Administrator shall use the income eligibility standards published by the California Public Utilities Commission for low-income utility assistance programs, as those standards are updated from time to time, with separate thresholds applicable to households of one or two persons and to households of three or more persons. In no event shall the threshold be set below the applicable CPUC standard in effect at the time of determination. The Tax Administrator shall update the applicable thresholds annually, consistent with any revision to the CPUC standards, and shall make the current thresholds publicly available in English and Spanish.

D. Any person claiming an exemption under subdivision (B) of this section shall apply to the Tax Administrator on a form approved by the Tax Administrator. The application shall include a declaration under penalty of perjury of the facts qualifying the applicant, including proof of age and documentation sufficient to establish the combined gross income of all household members for the prior calendar year. An approved exemption shall remain in effect unless the service user no longer meets the qualifying criteria, at which point the service user shall notify the Tax Administrator in writing within 30 days of any change in qualifying status. The Tax Administrator shall require annual re-verification of eligibility. A service user who fails to timely notify the Tax Administrator of a change in qualifying status shall not be entitled to a refund of taxes collected and remitted during the period of ineligibility.

E. Upon request of the Tax Administrator, a service supplier or non-utility service supplier, or its billing agent, shall provide a list of the names and addresses of those customers which, according to its billing records, are deemed exempt from the taxes imposed by this chapter.

F. The decision of the tax administrator may be appealed pursuant to Section 7.29.170 of this chapter. Application to the tax administrator and appeal to the City Council pursuant to Section 7.29.170 of this chapter are prerequisites to a suit thereon.

**Section 2.79.080 Substantial Nexus and Minimum Contacts**

For purposes of imposing a tax or establishing a duty to collect and remit a tax under this chapter, "substantial nexus" and "minimum contacts" shall be construed broadly in favor of the imposition, collection, and/or remittance of a tax to the fullest extent permitted by state and federal law, and as it may change from time to time by judicial interpretation or by statutory enactment. Any communication service (including VoIP) used by a person with a service address in the city, which service is capable of terminating a call to another person on the general telephone network, shall be subject to a rebuttable presumption that "substantial nexus / minimum contacts" exists for purposes of imposing a tax, or establishing a duty to collect and remit a tax, under this chapter. A service supplier shall be deemed to have sufficient activity in the city for tax collection and remittance purposes if its activities include, but are not limited to, any of the following: maintains or has within the city, directly or through an agent or subsidiary, a place of residence or business of any nature; solicits business in the city by employees, independent contractors, resellers, agents or other representatives; solicits business in the city on a continuous, regular, seasonal or systematic basis by means of advertising broadcast or relayed from a transmitter with the city or distributed from a location with the city; or advertises in newspapers or other periodicals printed and published within the city or through materials distributed in the city by means other than the United States mail; or if there are activities performed in the city on behalf of the service supplier that are significantly associated with the service supplier's ability to establish and maintain a market in the city for the provision of communication services that are subject to a tax under this chapter.

**Section 2.79.090 Duty to Collect and Remit**

Service suppliers shall collect and remit the taxes imposed by this chapter as follows:

A. The taxes shall be collected insofar as practicable at the same time as, and along with, the charges made in accordance with the regular billing practice of a service supplier. If a service user pays a service supplier less than the full amount of the charge and tax accrued for the billing period, a proportionate share of both the charge and the tax shall be deemed to have been paid. If a service user has notified the service supplier of refusal to pay the tax imposed on said charges, Section 7.29.130 of this chapter shall apply.

B. A service supplier's duty to collect tax from a service user shall commence with the beginning of the first regular billing period applicable to the service user in which all charges normally included in such regular billing are subject to the provisions of this chapter. Where a person receives more than one billing, one or more being for different periods than another, the duty to collect shall arise separately for each billing period.

C. Each person required by this chapter to remit a tax shall file a return with the tax administrator on or before the due date, on forms approved by the tax administrator. The full amount of the tax owed shall be included with the return. The tax administrator is authorized to require such additional information as he or she deems necessary to determine if the tax is being levied, collected, and remitted in accordance with this chapter. Returns are due immediately upon cessation of business for any reason. The tax administrator, and its agents, shall maintain such returns as confidential information.

**Section 7.29.100 Collection Penalties – Service Suppliers or Self-Collectors**

A. Taxes collected from a service user, or self-collected by a service user subject to Section 7.29.045 of this chapter, are delinquent if not received by the tax administrator on or before the due date. Should the due date occur on a weekend or legal holiday, the return must be received by the tax administrator on or before the first regular working day following the weekend or legal holiday. A direct deposit, including electronic fund transfers and other similar methods of electronically exchanging monies between financial accounts, made by a service supplier in satisfaction of its obligations under this subsection shall be considered timely if the transfer is initiated on or before the due date, and the transfer settles into the city's account on or before the following business day.

B. If a service supplier, or a service user subject to Section 7.29.045 of this chapter, fails to remit any tax collected on or before the due date, said person shall pay a penalty for such delinquencies at the rate of 15% of the total tax that is delinquent in the remittance, and shall pay interest at the rate of three-quarters of one (0.75) percent per month, or any fraction thereof, on the amount of the tax, exclusive of penalties, from the date on which the remittance first became delinquent, until paid.

C. To discourage fraud and cover anticipated costs the City would incur to identify and remedy fraud, the tax administrator shall have the power to impose additional penalties upon persons required to collect and / or remit taxes pursuant to the provisions of this chapter for fraud or gross negligence in collecting, reporting, or remitting tax at the rate of 25% of the tax due.

D. For collection purposes only, every penalty imposed and such interest that is accrued under the provisions of this section shall become a part of the tax required to be paid.

E. Notwithstanding the foregoing, the tax administrator may, in his or her discretion, modify the due dates of this chapter to be consistent with any uniform standards or procedures that are mutually agreed upon by other public agencies imposing a utility users tax, or otherwise legally established, to create a central payment location or mechanism. The tax administrator may also enter into written agreements with a service provider to alter the administrative details of this ordinance as appropriate to facilitate tax collection and remittance without undue expense to the service supplier or the City provided, however that no such agreement may materially alter the amounts due to the City.

**Section 7.29.110 Actions to Collect**

Any tax imposed on a service user under this chapter shall be deemed a debt owed by the service user to the city. Any such tax collected from a service user which has not been remitted to the tax administrator shall be deemed a debt owed to the city by the person required to collect and remit and shall no longer be a debt of the service user. Any person owing money to the city under this chapter shall be liable to an action brought in the name of the city for the recovery of such amount, including penalties and interest as provided for in this chapter, along with any collection costs incurred by the city as a result of the person's noncompliance with this chapter, including, but not limited to, reasonable attorney fees.

**Section 7.29.120 Deficiency Determination and Assessment**

A. The tax administrator shall make a deficiency determination if he or she determines that any person required to collect or self-collect taxes pursuant to this chapter has failed to collect and remit the proper amount of tax, including but not limited to, by improperly applying or failing to apply the tax to one or more taxable services or charges.

B. The tax administrator shall mail a notice of such deficiency determination to the person required to pay or remit the tax, which notice shall refer briefly to the amount of the taxes owed, plus interest at the rate of three-quarters of one (0.75) percent per month, or any fraction thereof, on the tax due from the date the city should have received the tax. Within 14 calendar days after service of such notice, the person may make written request to the tax administrator for a hearing. If the person fails to request a hearing within that time, the amount of the deficiency determination shall become a final assessment, and shall immediately be due and owing to the city.

C. If the person requests a hearing, the tax administrator shall cause the matter to be set for hearing not later than 30 days after receipt of the request. The tax administrator shall mail notice of the time and place of the hearing to such person at least 10 calendar days before the hearing, and the notice may designate records that said person must produce at such hearing.

D. At the time fixed for the hearing, the tax administrator or his or her designee shall hear all relevant testimony and evidence, including that of any other interested parties. At the discretion of the tax administrator, the hearing may be continued from time to time to allow presentation of additional evidence. Within a reasonable time following the conclusion of the hearing, the tax administrator or his or her designee shall issue a final assessment confirming, modifying, or rejecting the original deficiency determination, and shall mail a copy of such final assessment to the person owing the tax. The decision of the tax administrator may be appealed pursuant to Section 7.29.170 of this chapter. A hearing request to the tax administrator and an appeal to the city council pursuant to Section 7.29.170 of this chapter are prerequisites to a suit thereon.

E. Payment of the final assessment shall become delinquent if not received by the tax administrator on or before the 30th day following service of the notice of final assessment. The penalty for delinquency shall be 15% on the assessment, along with interest at the rate of three-quarters of one (0.75) percent per month, or any fraction thereof, on the amount of the tax, exclusive of penalties, from the date of delinquency, until paid.

**Section 7.29.130 Nonpaying Service Users**

A. Whenever the tax administrator determines that a service user has deliberately withheld the amount of the tax from amounts remitted to a person required to collect the tax, or whenever the tax administrator deems it in the best interest of the city, he or she may relieve such person of the obligation to collect the taxes due under this chapter from certain named service users for specific billing periods. Whenever the service user has failed to pay the amount of tax owed for a period of two or more billing periods, the service supplier shall be relieved of the obligation to collect taxes due. The service supplier shall provide the city

with the names and addresses of such service users and the amounts of taxes owed under the provisions of this chapter.

B. In addition to the tax owed, the service user shall pay a delinquency penalty at the rate of 15% of the tax owed, and shall pay interest at the rate of three-quarters of one (0.75) percent per month, or any fraction thereof, on the amount of the tax, exclusive of penalties, from the due date, until paid.

C. The tax administrator shall notify the non-paying service user that the tax administrator has assumed the responsibility to collect the taxes due for the stated periods and demand payment of such taxes, including penalties and interest. The notice shall be served on the service user by personal delivery or by deposit of the notice in the United States mail, postage prepaid, addressed to the service user at the address to which the person required to collect the tax addressed bills; or, should the service user have a change of address, to his or her last known address.

D. If the service user fails to remit the tax to the tax administrator within 30 days of service of the notice, the tax administrator may impose an additional penalty of 15% of the tax owed.

**Section 7.29.140 Additional Powers and Duties of the Tax Administrator**

A. The tax administrator shall have the power and duty, and is hereby directed, to enforce each and all of the provisions of this chapter.

B. The tax administrator may adopt administrative rules and regulations not inconsistent with provisions of this chapter to interpret, clarify, carry out and enforce the payment, collection and remittance of the taxes herein imposed. A copy of such administrative rules and regulations shall be available for inspection in the tax administrator's office.

C. To ensure compliance with this chapter, the tax administrator may audit any person required to collect and / or remit a tax pursuant to this chapter. The tax administrator shall notify said person of such an audit in writing. In the absence of fraud or other intentional misconduct, the audit period of review shall not exceed three years next preceding the date of service of notice of audit. Upon completion of the audit, the tax administrator may make a deficiency determination pursuant to Section2.79.120 of this chapter for all taxes, penalties and interest owed, as evidenced by information provided by such person to the tax administrator. If said person is unable or unwilling to provide sufficient records to enable the tax administrator to verify compliance with this chapter, the tax administrator may make a reasonable estimate of the deficiency. Said reasonable estimate shall be entitled to a rebuttable presumption of correctness.

D. Upon receipt of a written request of a taxpayer or tax collector, and for good cause, the tax administrator may extend the time for any filing required by this chapter for a period of not to exceed 45 days, provided that the time for filing has not already passed when the tax administrator receives the request. No penalty or interest for delinquent payment shall accrue by reason of such extension.

E. The tax administrator shall determine the eligibility of any person who asserts a right to exemption from, or a refund of, the tax imposed by this chapter.

F. The tax administrator may compromise a claim pursuant to this chapter where the portion of the claim proposed to be released is less than $5,000. With the approval of the city council, the tax administrator may compromise larger claims.

G. Notwithstanding any provision in this chapter to the contrary, the tax administrator may waive any penalty or interest imposed upon a person required to collect and / or remit tax for failure to do so if the non-collection occurred in good faith and with reasonable diligence. In determining whether the non-collection was in good faith and reasonable diligence, the tax administrator shall consider, but need not be bound by, industry practice or other precedent.

**Section 7.29.150 Records**

A. It shall be the duty of every person required to collect and / or remit any tax imposed by this chapter to keep and preserve, for a period of at least three years, all records as may be necessary to determine the tax such person may have been liable to collect and remit, which records the tax administrator shall have the right to inspect at all reasonable times.

B. The tax administrator may issue an administrative subpoena to compel a person to deliver, to the tax administrator, copies of all records deemed necessary by the tax administrator to establish compliance with this chapter, including the delivery of records in a common electronic format on readily available media if the person keeps such records electronically in the ordinary course of business. As an alternative to delivering the subpoenaed records to the tax administrator on or before the due date provided in the administrative subpoena, such person may provide access to such records outside the city on or before the due date, provided that such person shall reimburse the city for all reasonable travel expenses incurred by the city to inspect those records, including travel, lodging, meals, and other similar expenses, but excluding the normal salary or hourly wages of those who make the inspection.

C. The tax administrator is authorized to execute a non-disclosure agreement approved by the city attorney to protect the confidentiality of customer information. The tax administrator may request from a person providing transportation or distribution services of gas or electricity to service users within the city, a list of the names, billing and service addresses, quantities of gas or electricity delivered, and other pertinent information, pursuant to Section 6354(e) of the California Public Utilities Code.

D. If a service supplier uses a billing agent or billing aggregator to bill, collect, and/or remit the tax, the service supplier shall:

1. Provide to the tax administrator the name, address and telephone number of each billing agent and billing aggregator currently authorized by the service supplier to bill, collect, and / or remit the tax; and

2. Upon request of the tax administrator, deliver, or effect the delivery of, any information or record in the possession of such billing agent or billing aggregator that, in the opinion of the tax administrator, is necessary to verify the proper application, calculation, collection and / or remittance of such tax.

E. If any person required to keep records under this section unreasonably denies the tax administrator, or the tax administrator's designee, access to such records, or fails to produce the information requested in an administrative subpoena within the time specified, the tax administrator may impose a penalty on such person of $500 for each day following the initial date that the person refuses to provide such access, or following the due date set forth in an administrative subpoena. This penalty shall be in addition to any other penalty imposed under this chapter.

**Section 7.29.160 Refunds**

A. Whenever any tax imposed by this chapter has been overpaid, paid more than once, or has been erroneously or illegally collected or received by the tax administrator, it may be refunded as provided in this section.

B. The tax administrator may refund such tax provided that no refund shall be paid unless the claimant or his or her guardian, conservator, executor or administrator submits a written claim, under penalty of perjury, to the tax administrator within one year of the payment or collection. Such claim must clearly establish claimant's right to the refund by written records. Nothing herein shall permit the filing of a refund claim for a class or group of taxpayers. City council approval shall be required for any individual refund in excess of $5,000.

C. The tax administrator, or the city council, as claimed in excess of $5,000, shall act upon a refund claim within 45 days of its receipt. Said decision shall be final as to the City but subject to judicial review pursuant to Code of Civil Procedure section 1094.5. If the tax administrator or city council fails or refuses to act on a refund claim within the 45-day period, the claim shall be deemed to have been rejected on the 45th day.

D. The filing of a written claim is a prerequisite to any suit thereon. Any action brought against the city pursuant to this section shall be subject to the provisions of Government Code section 940 et seq.

E. Notwithstanding other provisions of this section, whenever a service supplier, pursuant to an order of the California Public Utilities Commission, makes a refund to service users of charges for past utility services, the taxes paid pursuant to this chapter on the amount of such refunded charges shall also be refunded to service users, and the service supplier shall be entitled to a credit for such refunded taxes against tax due upon the next monthly return.

**Section 7.29.170 Appeals**

A. Except as to decisions relating to a refund pursuant to Section 7.29.160, this section applies to any deficiency determination, assessment, administrative ruling, or other decision of the tax administrator concerning taxes due under this chapter. Any person aggrieved by such a

decision of the tax administrator may appeal pursuant to this section and must do so as a prerequisite to any suit thereon. Nothing herein shall permit the filing of a claim or action on behalf of a class or group of taxpayers.

B. Such an aggrieved person may appeal that decision to the city council. Such an appeal must be submitted in writing to the city clerk within 14 days of the date of the deficiency determination, assessment, administrative ruling, or other decision at issue.

C. The city council shall fix a time and place for hearing such appeal before itself or a hearing officer. The appellant shall be served with notice of the time and place of the hearing, as well as any relevant materials, at least ten calendar days before the hearing. The city council or hearing officer may continue the hearing from time to time. At the time of the hearing, the appealing party, the tax administrator, and any other interested person may present such relevant evidence as he or she may have relating to the determination from which the appeal is taken.

D. Based upon the submission of evidence and review of the city's files, the hearing officer shall prepare for the city council's consideration, or the city council shall issue a written notice, and order upholding, modifying, or reversing the determination appealed. The city council's decision is final for the city but is subject to judicial review under Code of Civil Procedure Section 1094.6.

**Section 7.29.180 Disposition of Funds**

The utility users taxes collected under and pursuant to the provisions of this chapter shall be deposited and paid into the general fund of the city and expended for any lawful purpose of the city as the city council may determine.

**Section 7.29.190 No Action to Prevent Collection of Tax**

No injunction, writ of mandate, or other legal or equitable process shall issue in any suit, action, or proceeding in any court against this city or against any employee or officer of the city to prevent or enjoin the collection under this chapter of any tax or any amount of tax required to be collected and/or remitted.

**Section 7.29.200 Remedies Cumulative**

All remedies and penalties prescribed by this chapter or which are available under any other provision of law or equity are cumulative. The use of one or more remedies by the city shall not bar the use of any other remedy for the purpose of enforcing the provisions of this chapter provided only that the city may not collect any liability under this chapter more than once.

**Section 7.29.210 Notice of Changes to Ordinance**

If a tax under this chapter is added, repealed, increased, reduced, or the tax base is changed, the tax administrator shall provide notice as Public Utilities Code Section 799 requires. Before the effective date of the ordinance change, each service supplier shall provide the tax administrator with a copy of any written procedures describing the information the service supplier needs to

implement the ordinance change. If the service supplier fails to provide such written instructions, the tax administrator, or his or her agent, shall send, by first class mail, a copy of the ordinance change to all collectors and remitters of the city's utility users taxes according to the latest payment records of the tax administrator.

**Section 7.29.220 Future Amendment to Cited Statute**

Unless specifically provided otherwise, any reference to a state or federal statute in this chapter shall mean such statute as it may be amended from time to time, provided that such reference to a statute herein shall not include any subsequent amendment thereto, or to any subsequent change of interpretation thereof, to the extent that such amendment or change of interpretation would require voter approval under California law or would result in a tax decrease (as, for example, as a result of excluding all or a part of a communication service, or charge therefor, from taxation). Only to the extent voter approval would otherwise be required or a tax decrease would result, the prior version of the statute (or interpretation) shall remain applicable to construction of this chapter for any application or situation that would not require voter approval or result in a decrease of a tax, provisions of the amended statute (or new interpretation) shall apply to the maximum possible extent.

To the extent that the city's authorization to collect or impose any tax imposed under this chapter is expanded or limited as a result of changes in state or federal law, no amendment or modification of this chapter shall be required to conform the tax to those changes, and the tax shall be imposed and collected to the full extent of the authorization up to the full amount of the tax imposed under this chapter.

**SECTION 2.** The City Council may amend this Ordinance without a vote of the people provided, however, that voter approval is required for any amendment that would increase a tax within the meaning of Government Code section 53750(h).

**SECTION 3.** This Ordinance is exempt from the California Environmental Quality Act (Pub. Resources Code, § 21000 et seq.) ("CEQA"). It can be seen with certainty that there is no possibility that this Ordinance may have a significant effect on the environment. (14 CCR § 15061(b)(3).) Further, this Ordinance simply creates a government funding mechanism, which does not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment. (14 CCR § 15378(b)(4).)

**SECTION 4.** If any section, subsection, subdivision, sentence, clause, phrase, or portion of this Ordinance or the application thereof is for any reason held to be invalid or unconstitutional by a court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Ordinance. The People of the City of South Gate hereby declare that they would have adopted this Ordinance, and each and every section, subsection, subdivision, sentence, clause, or phrase thereof without regard to whether any other portion of the Ordinance may be declared invalid or unconstitutional.

**SECTION 5.** Pursuant to Elections Code section 9217, this Ordinance shall take effect 10 days after certification of its approval by a majority of the electorate voting at the general election to be held November 3, 2026. Taxes shall be collected and remitted thereafter as provided in Public Utilities Code section 799.

**SECTION 6.** The Mayor shall sign, and the City Clerk shall attest to the passage of, this Ordinance upon certification by the City Council of the results of the election approving it.

We hereby certify that the voters of the City of South Gate did approve this Ordinance by majority vote on November 3, 2026.

**PASSED, APPROVED** and **ADOPTED** this ____ day of _____ **2026.**

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: _____ DRAFT YG
Raul F. Salinas, City Attorney

# ORDINANCE NO. ____

## CITY OF SOUTH GATE
## LOS ANGELES COUNTY, CALIFORNIA

## ORDINANCE OF THE PEOPLE OF THE CITY OF SOUTH GATE ADOPTING A UTILITY USERS TAX

**WHEREAS,** the City of South Gate ("City"), despite significant improvements in its fiscal accountability, is experiencing an increase in service demands from a growing population, leaving the City, like many others in California, with inadequate funding to address essential public safety and service needs;

**WHEREAS,** the City has implemented a number of cost-saving measures having reduced the number of employees, consolidated departments, and become more efficient in its operations;

**WHEREAS,** the City is in a Financial State of Emergency, with a projected structural General Fund deficit of approximately $9.4 million in fiscal year 2026–27, following a structural imbalance in fiscal year 2025–26 that has been addressed only through the use of non-recurring reserves and one-time measures; and absent corrective action, General Fund reserves will be significantly depleted, impacting the City's ability to sustain ongoing services;

**WHEREAS,** without an immediate source of new revenue, the City will be forced to reduce essential services to the community;

**WHEREAS,** maintaining public safety with a fully funded police department, continuing to provide school crossing guards, maintaining parks and recreation services, senior services, neighborhood graffiti abatement programs, maintaining responsive planning, building, and code enforcement services, and fixing streets and potholes, are essentials for our community;

**WHEREAS,** without the adoption and submission of a Utility Users Tax measure to the voters, the City will be required to implement immediate and significant reductions to existing service levels, including reductions affecting public safety operations, parks and recreation programming, community development services, public works maintenance activities, financial administration, and the school crossing guard program, due to the insufficiency of ongoing General Fund revenues;

**WHEREAS,** a Utility Users Tax measure will make it possible for the City to improve its overall community services, for example by: hiring additional police officers to reduce emergency response times, fixing City streets to improve traffic flow and reduce congestion, fighting gangs and drugs by expanding neighborhood graffiti removal programs, supporting youth anti-gang and drug prevention programs, and after-school tutoring and mentoring programs; and

**NOW, THEREFORE, THE PEOPLE OF THE CITY OF SOUTH GATE, CALIFORNIA, DO HEREBY ORDAIN AS FOLLOWS.**

**SECTION 1.** Chapter 2.79 (Utility Users Tax) is hereby added to Title 2 (Licenses – Business Regulations) of the City of South Gate Municipal Code to read as follows:

**Section 2.79.010 Definitions**

For the purposes of this chapter, the following words and phrases shall have the meanings ascribed to them unless otherwise noted:

"Ancillary telecommunication services" means services that are associated with or incidental to the provision, use or enjoyment of telecommunication services, including, but not limited to, the following services:

1. "Conference bridging service" means an ancillary service that links two or more participants of an audio or video conference call and may include the provision of a telephone number. Conference bridging service does not include the telecommunication services used to reach the conference bridge.

2. "Detailed telecommunication billing service" means an ancillary service of separately stated information pertaining to individual calls on a customer's billing statement.

3. "Directory assistance" means an ancillary service of providing telephone number information, and/or address information.

4. "Vertical service" means an ancillary service that is offered in connection with one or more telecommunication services, which offers advanced calling features that allow customers to identify callers and to manage multiple calls and call connections, including conference bridging services.

5. "Voice mail service" means an ancillary service that enables the customer to store, send or receive recorded messages. Voice mail service does not include any vertical services that the customer may need to use the voice mail service.

"Ancillary video services" means services that are associated with, or incidental to, the provision or delivery of video services, including, but not limited to, electronic program guide services, recording services, search functions, or other interactive services or communications that are associated with or incidental to the provision, use or enjoyment of video services.

"Billing address" means the mailing address of the service user where the service supplier submits invoices or bills for payment by the customer.

"City" means the City of South Gate, a municipal corporation, or the territory within its jurisdictional boundaries, as the context requires.

"Communication services" means telecommunication services, ancillary telecommunication services, video services, and ancillary video services.

"Electrical corporation" means as defined in Section 218 of the Public Utilities Code and shall be construed to include any entity engaged in the selling or supplying of electricity to a service user.

"Exempt wholesale generator" shall have the same meaning as set forth in 42 U.S.C. Section 16451 and the regulations thereunder.

"Gas" means natural or manufactured gas or any alternate hydrocarbon fuel, which may be substituted therefor.

"Mobile telecommunications service" shall have the same meaning and usage as set forth in 4 U.S.C. Section 124 and the regulations thereunder.

"Month" means a calendar month.

"Non-utility service supplier" means:

1. A service supplier, other than a supplier of electric distribution services to all or a significant portion of the city, which generates electricity for sale to others, and shall include, but is not limited to, any publicly owned electric utility, investor-owned utility, cogenerator, distributed generation provider, exempt wholesale generator, municipal utility district, federal power marketing agency, electric rural cooperative, or other supplier or seller of electricity; or

2. A community choice aggregator, electric service provider (ESP), electricity broker, marketer, aggregator, pool operator, or other electricity supplier other than a supplier of electric distribution services to all or a significant portion of the city, which sells or supplies electricity or supplemental services to electricity users within the city; or

3. A gas service supplier, aggregator, marketer, or broker, other than a supplier of gas distribution services to all or a significant portion of the city, which sells or supplies gas or supplemental services to gas users within the city.

"Paging service" means a telecommunication service that provides transmission of coded radio signals for the purpose of activating specific pagers; such transmissions may include messages and/or sounds.

"Person" means, without limitation, any natural individual, firm, trust, common law trust, estate, partnership of any kind, association, syndicate, club, joint stock company, joint venture, limited liability company, corporation (including foreign, domestic, and non-profit), municipal district, municipal corporation (other than the City of South Gate), cooperative, receiver, trustee, or guardian.

"Place of primary use" means the street address representative of where a customer's use of a service primarily occurs, which must be a customer's residential street address or primary business street address.

"Post-paid telecommunication service" means the telecommunication service obtained by making a payment on a communication-by-communication basis either through the use of a credit card or payment mechanism such as a bank card, travel card, credit card, or debit card, or by a charge

made to a service number which is not associated with the origination or termination of the telecommunication service.

"Prepaid telecommunication service" means the right to access telecommunication services, which must be paid for in advance and which enables the origination of communications using an access number or authorization code, whether manually or electronically dialed, and that is sold in predetermined units or dollars of which the number declines with use in a known amount.

"Private telecommunication service" means a telecommunication service that entitles the customer to exclusive or priority use of a communications channel or group of channels between or among termination points, regardless of the manner in which such channel or channels are connected, and includes switching capacity, extension lines, stations, and any other associated services that are provided in connection with the use of such channel or channels.

"Service address" means:

1. The location of the service user's place of primary use, such as his or her residential street address or business street address, or

2. The location of the service user's communication equipment from which the communication originates or terminates, regardless of where the communication is billed or paid, or

3. For prepaid telecommunication service, the location associated with the service number.

"Service supplier" means any person, including the city, who provides telephone communication, electric, gas, water, or video services to a user of such services within the city. The term shall include any person required to collect and remit a tax as imposed by this chapter, including its billing agent in the case of electric and gas service suppliers.

"Service user" means a person required to pay a tax imposed by this chapter.

"State" means the state of California.

"Streamlined Sales and Use Tax Agreement" means the multistate agreement commonly known and referred to as the Streamlined Sales and Use Tax Agreement, as it is amended from time to time.

"Tax administrator" means the City Manager of the City of South Gate, or his or her designee.

"Telecommunication services" means the transmission, conveyance, or routing of voice, data, audio, video, or any other information or signals to a point, or between or among points, whatever the technology used. "Telecommunication services" includes such transmission, conveyance, or routing in which computer processing applications are used to act on the form, code or protocol of the content for purposes of transmission, conveyance or routing without regard to whether such services are referred to as voice over internet protocol (VoIP) services or are classified by the Federal Communications Commission as enhanced or value added, and includes video and/or data services that are functionally integrated with "telecommunication services." "Telecommunication

services" include, but are not limited to, the following services, regardless of the manner or basis on which such services are calculated or billed: intrastate, interstate, and international telecommunication services; ancillary telecommunication services; mobile telecommunications service; prepaid telecommunication service; post-paid telecommunication service; private telecommunication service; paging service; 800 service (or any other toll-free numbers designated by the Federal Communications Commission); 900 service (or any other similar numbers designated by the Federal Communications Commission for services whereby subscribers who call in to prerecorded or live service).

"Video programming" means those programming services commonly provided to subscribers by a video service supplier including, but not limited to, basic services, premium services, audio services, video games, pay-per-view services, video on demand, origination programming, or any other similar services, regardless of the content of such video programming, or the technology used to deliver such services, and regardless of the manner or basis on which such services are calculated or billed.

"Video services" means video programming and any and all services related to the providing, recording, delivering, use or enjoyment of "video programming" (including origination programming and programming using Internet Protocol, e.g., IP-TV and IP-Video) by a "video service supplier," regardless of the technology used to deliver, store or provide such services, and regardless of the manner or basis on which such services are calculated or billed, and includes ancillary video services, data services, telecommunication services, or interactive communication services that are functionally integrated with video services.

"Video service supplier" means any person, company, or service which provides or sells video programming, or provides or sells the capability to receive video programming, including any communications that are ancillary, necessary or common to the provision, use or enjoyment of the video programming, to or from a business or residential address in the city, including but not limited to or from a business, home, condominium, or apartment, where some fee is paid, whether directly or included in dues or rental charges for that service, whether or not public rights-of-way are used in the delivery of the video programming or communications. A video service supplier includes, but is not limited to: multi-channel video programming distributors (as defined in 47 U.S.C. Section 522(13)); open video systems (OVS) suppliers; suppliers of cable television; master antenna television; satellite master antenna television; multichannel multipoint distribution services (MMDS); video services using internet protocol (e.g., IP-TV and IP-Video, which provide, among other things, broadcasting and video on demand), direct broadcast satellite to the extent federal law permits taxation of its video services, now or in the future; video streaming services, and other suppliers of video services (including two-way communications), whatever their technology.

"VoIP (voice over internet protocol)" means the digital process of making and receiving real-time voice transmissions over any internet protocol network.

"800 service" means a "telecommunications service" that allows a caller to dial a number without incurring a charge for the call. The service is typically marketed under the name "800," "855," "866," "877," and "888" toll-free calling, and any subsequent numbers the Federal Communications Commission may designate for such services.

"900 service" means an inbound toll "telecommunications service" purchased by a subscriber that allows the subscriber's customers to receive the subscriber's prerecorded announcement or live service. "900 service" does not include the charge for collection services provided by the seller of the "telecommunications services" to the subscriber, or service or product sold by the subscriber to the subscriber's customer. The service is typically marketed under the name "900" service, and any subsequent numbers the Federal Communications Commission may designate for such service.

**Section 2.79.020 Communications Users Tax**

A. Telecommunication Services

1. There is hereby imposed a tax upon every person using telecommunication services in the city. The tax shall be at the rate of 9 percent of all charges made for such services and shall be collected from the service user by the telecommunication services supplier or its billing agent. There is a rebuttable presumption that telecommunication services, which are billed to a billing or service address in the city, are used, in whole or in part, within the city, and such services are subject to taxation under this chapter. If the billing address of the service user is different from the service address, the service address of the service user shall be used to apply the tax. As used in this section, the term "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by the service user in exchange for the telecommunication services.

2. As used in this section charges for "telecommunication services" shall include, but are not limited to, charges for: connection, reconnection, termination, movement, or change of telecommunication services; late payment fees; detailed billing; central office and custom calling features (including, but not limited to, call waiting, call forwarding, caller identification and three-way calling); voice mail and other messaging services; directory assistance; access and line charges; universal service charges; regulatory, administrative and other cost-recovery charges; local number portability charges; and text and instant messaging. "Telecommunication services" shall not include digital downloads that are not "ancillary telecommunication services," such as music, ringtones, games, and similar digital products.

B. Video Services

1. There is hereby imposed a tax upon every person using video services in the city provided by a video service supplier. The tax shall be at the rate of 9 percent of the charges made for such video services, and shall be collected from the service user by the video service supplier, or its billing agent.

2. As used in this section, "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by the service user in exchange for video services. Charges for video services shall also include, but are not limited to, charges for the following:

a. Regulatory fees and surcharges, franchise fees, and access fees (including those to fund public, educational, and government video programming);

b. Initial installation of equipment necessary for provision and receipt of video services;

c. Late fees, collection fees, bad debt recoveries, and returned-check fees;

d. Activation fees, reactivation fees, and reconnection fees;

e. Video programming and video services;

f. Ancillary video services (e.g., electronic program guide services, recording functions, search functions, or other interactive services or communications that are ancillary, necessary or common to the use or enjoyment of video services);

g. Equipment leases (e.g., remote, recording or search devices, converters, remote devices);

h. Service calls, service protection plans, name changes, changes of services, and special services;

i. Leasing of channel or other access.

C. Mobile telecommunications service shall be sourced in accordance with the sourcing rules set forth in the Mobile Telecommunications Sourcing Act (4 U.S.C. Section 124). The tax administrator may issue and disseminate to communication service suppliers required to collect a tax under this chapter, sourcing rules for the taxation of other communication services, including, but not limited to, post-paid communication services, prepaid communication services, and private communication services, provided that such rules are based upon custom and common practice that further administrative efficiency and minimize multijurisdictional taxation (e.g., Streamlined Sales and Use Tax Agreement).

D. The tax administrator, from time to time, may issue and disseminate to communication service suppliers required to collect a tax under this chapter, an administrative ruling identifying those communication services that are subject to the taxes levied by subsections A and B above. Further, the tax administrator, from time to time, may survey communication service suppliers to identify the components of communication services offered to customers within the city, and the charges therefor. The tax administrator, thereafter, may issue and disseminate to such communication service suppliers an administrative ruling identifying components that (1) are necessary for or common to the receipt, use or enjoyment of taxed communication service; or (2) currently are or historically have been included in a bundled rate for taxed communication service. Charges for such components shall be subject to the tax imposed by subsections A and B above.

E. To prevent actual multijurisdictional taxation of communication services subject to tax under this section, any service user, upon proof to the tax administrator that the service user has previously paid the same tax in another state or city on such communication services,

shall be allowed a credit against the tax imposed to the extent of such tax legally imposed in such other state or city; provided, however, the amount of credit shall not exceed the tax owed to the city under this section.

F. The tax on communication services imposed by this section shall be collected from the service user by the service supplier or its billing agent. In the case of video service, the purchaser of the bulk video service (e.g., an apartment owner) shall be the "service user," unless such service is resold to individual users, in which case the service user shall be the ultimate purchaser. The amount of tax collected in one month shall be remitted to the tax administrator, and must be received by the tax administrator on or before the 25th day of the following month.

**Section 2.79.030 Electricity Users Tax**

A. There is hereby imposed a tax upon every person using electricity in the city. The tax imposed by this section shall be at the rate of 9 percent of the charges made for such electricity, and for any supplemental services or other associated activities directly related to and / or necessary for the provision of electricity to the service user, which are provided by a service supplier or non-utility service supplier to a service user.

B. As used in this section, "charges" includes charges for all services, components, and items that (1) are necessary for or common to the receipt, use, or enjoyment of electric service, or (2) currently are or historically have been included in a single or bundled rate for electric service by a service supplier to retail customers. As used in this section, "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by a service user in exchange for electricity or services related to the provision of electricity. "Charges" include, but are not limited to, the following:

1. Energy charges;

2. Distribution or transmission charges;

3. Metering charges;

4. Stand-by, reserves, firming, ramping, voltage support, regulation, emergency, or other similar minimum charges for services;

5. Customer charges, late charges, service establishment or reestablishment charges, demand charges, fuel or other cost adjustments, power exchange charges, independent system operator (ISO) charges, stranded investment or competitive transition charges (CTC), public-purpose-program charges, nuclear decommissioning charges, trust transfer amounts (bond financing charges), franchise fees, franchise surcharges, annual and monthly charges, and other charges, fees or surcharges which are necessary for or common to the receipt, use, or enjoyment of electricity service; and

6. Charges, fees, or surcharges for electricity services or programs which are mandated by the California Public Utilities Commission or the Federal Energy Regulatory

Commission, whether or not such charges, fees, or surcharges appear on a bundled or line-item basis on a customer's bill.

C. The tax administrator, from time to time, may survey electricity service suppliers to identify the unbundled billing components of electric retail service that they commonly provide to residential and other customers in the city, and the charges therefor, including those items that are mandated by state or federal regulatory agencies as a condition of providing such electricity service. The tax administrator, thereafter, may issue and disseminate to such electricity service suppliers an administrative ruling identifying those components and items which (1) are necessary for or common to the receipt, use or enjoyment of electricity service; or (2) currently are or historically have been included in a single or bundled rate for electricity service by a service supplier to retail customers. Charges for such components and items shall be subject to the tax imposed by subsection A above.

D. As used in this section, "using electricity" shall not include an electrical corporation's or governmental agency's receiving of electricity for resale.

E. The tax on electricity provided by self-production or by a non-utility service supplier not required by this chapter to collect the tax shall be collected and remitted as set forth in Section 7.29.045 of this chapter. All other taxes on charges for electricity imposed by this section shall be collected from the service user by the electric service supplier or its billing agent. The amount of tax collected in one month shall be remitted to the tax administrator, and must be received by the tax administrator on or before the 25th day of the following month.

**Section2.79.040 Gas Users Tax**

A. There is hereby imposed a tax upon every person using gas in the city, which is transported and delivered through a pipeline distribution system. The tax imposed by this section shall be at the rate of 9 percent of the charges made for such gas, including all services related to the storage, transportation and delivery of such gas.

B. There shall be excluded from the base to which the tax imposed by this section is applied:

1. Charges made for gas which is to be resold and delivered through mains or pipes;

2. Charges made for gas to be used in the generation of electrical energy by an electrical corporation; and

3. Charges made by a gas public utility for gas used and consumed in the conduct of the gas public utility's business.

C. As used in this section, "charges" shall include charges for all services, components and items for gas service that (1) are necessary for or common to the receipt, use, or enjoyment of gas service; or (2) currently are or historically have been included in a single or bundled rate for gas service by a service supplier to retail customers. "Charges" shall include, but is not limited to, the following:

1. The commodity charges for purchased gas, or the cost of gas owned by the service user (including the actual costs attributed to drilling, production, lifting, storage, gathering, trunkline, pipeline, and other operating costs associated with the production, transmission, and delivery of such gas), which is delivered through a gas pipeline distribution system;

2. Gas transportation charges, including interstate charges to the extent not included in commodity charges;

3. Storage charges; provided, however, that a service supplier shall not be required to apply the tax to any charges for gas storage services when the service supplier cannot, as a practical matter, determine the jurisdiction in which such stored gas is ultimately used; but it shall be the obligation of the service user to self-collect the amount of tax not applied to any charge for gas storage by the service supplier and to remit the tax to the appropriate jurisdiction;

4. Capacity or demand charges, late charges, service establishment or reestablishment charges, transition charges, customer charges, minimum charges, annual and monthly charges, and any other charges which are necessary for or common to the receipt, use, or enjoyment of gas service; and,

5. Charges, fees, or surcharges for gas services or programs mandated by the California Public Utilities Commission or the Federal Energy Regulatory Commission, whether or not such charges, fees, or surcharges appear on a bundled or line-item basis on a customer's bill.

D. As used in this section, "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by a service user in exchange for gas or services related to the delivery of gas.

E. The tax administrator, from time to time, may survey gas service suppliers to identify the unbundled billing components of gas retail service that they commonly provide to residential and other customers in the city, and the charges therefor, including those items that are mandated by state or federal regulatory agencies as a condition of providing such gas service. The tax administrator may issue and disseminate to such gas service suppliers an administrative ruling identifying those components and items which (1) necessary for or common to the receipt, use, or enjoyment of gas service; or (2) currently are or historically have been included in a single or bundled rate for gas service by a gas service supplier to retail customers. Charges for such components and items shall be subject to the tax imposed by subsection A above.

F. The tax on gas provided by self-production or by a non-utility service supplier not required to collect a tax by this chapter shall be collected and remitted in the manner set forth in Section 7.29.045 of this chapter. All other taxes imposed on charges for gas by this section shall be collected from the service user by the gas service supplier or its billing agent. The amount of tax collected in one month shall be remitted to the tax administrator, and must be received by the tax administrator, on or before the 25th day of the following month.

**Section2.79.045 Collection of Tax from Service Users Making Direct Purchase of Gas or Electricity**

A. Any service user subject to a tax imposed by Section 7.29.030 or by Section 7.29.040 of this chapter, which produces gas or electricity for self-use; which receives gas or electricity, including any related supplemental services, directly from a non-utility service supplier not required to collect a tax imposed by this chapter; or which, for any other reason, does not have the full tax collected and remitted by its service supplier, a non-utility service supplier, or its billing agent on the use of gas or electricity in the city, including any related supplemental services, shall report that fact to the tax administrator and shall remit the tax due directly to the tax administrator within 30 days of such use.

B. The tax administrator may require such a service user to identify its non-utility service supplier and provide, subject to audit: invoices; books of account; or other satisfactory evidence documenting the quantity of gas or electricity used, including any related supplemental services, and the cost or price thereof. If the service user is unable to provide such satisfactory evidence, or if the tax administrator concludes in his or her reasonable discretion that the cost to calculate the tax is excessive, the tax administrator may determine the tax by applying the tax rate to the equivalent charges the service user would have incurred if the gas or electricity used, including any related supplemental services, had been provided by the primary supplier of gas or electricity within the city. The tax administrator shall make available rate schedules for this purpose.

**Section2.79.050 Water Users Tax**

A. There is hereby imposed a tax upon every person using water in the city which is transported and delivered through a pipeline distribution system. The tax imposed by this section shall be at the rate of 9 percent of the charges made for such water and shall be collected from the service user by the water service supplier or its billing agent.

B. As used in this section, "charges" shall apply to all services, components and items that (1) are necessary for or common to the receipt, use, or enjoyment of water service; or (2) currently are or historically have been included in a single or bundled rate for water service by a service supplier to retail customers. "Charges" shall include, but is not limited to, the following:

1. Water commodity charges (potable and non-potable),

2. Distribution or transmission charges,

3. Metering charges,

4. Customer charges, late charges, service establishment or reestablishment charges, franchise fees, franchise surcharges, annual and monthly charges, and other charges, fees and surcharges which are necessary for or common to the receipt, use, or enjoyment of water service, and

5. Charges, fees, or surcharges for water services or programs, which are mandated by a water district or a state or federal agency, whether or not such charges, fees, or surcharges appear on a bundled or line-item basis on a customer's bill.

C. As used in this section, "charges" shall include the value of any other services, credits, property of every kind or nature, or other consideration provided by a service user in exchange for water services.

D. The tax administrator, from time to time, may survey water service suppliers to identify the unbundled billing components of water retail service that they commonly provide to residential and other customers in the city, and the charges therefor, including those items that are mandated by a wholesale or retail water supplier or a state or federal agency as a condition of providing such water service. The tax administrator, thereafter, may issue and disseminate to such water service suppliers an administrative ruling identifying those components and items which (1) are necessary for or common to the receipt, use, or enjoyment of water service; or (2) currently are or historically have been included in a single or bundled rate for water service by a service supplier to retail customers. Charges for such components and items shall be subject to the tax imposed by subsection A above.

E. There shall be excluded from the base to which the tax imposed in this section is applied charges for water which is to be resold and delivered through a pipeline distribution system.

F. The tax on water service imposed by this section shall be collected from a service user by the water service supplier or its billing agent. The amount of tax collected in one month shall be remitted to the tax administrator, and must be received by the tax administrator on or before the 25th day of the following month.

**Section 2.79.060 Effect of Comingling Taxable Items with Nontaxable Items**

If any nontaxable charges are combined with and not separately stated from taxable service charges on a customer bill or invoice, the combined charge is subject to tax unless the service supplier identifies, by reasonable and verifiable standards, the portions of the combined charge that are nontaxable and taxable through the service supplier's books and records kept in the regular course of business, and in accordance with generally accepted accounting principles, and not created and maintained for tax purposes. A service supplier has the burden to prove the proper apportionment of taxable and nontaxable charges. If the service supplier offers a combination of taxable and nontaxable services, and the charges are separately stated, then for taxation purposes, the values assigned the taxable and nontaxable services shall be based on its books and records kept in the regular course of business and in accordance with generally accepted accounting principles, and not created and maintained for tax purposes. A service supplier has the burden to prove the proper valuation of the taxable and nontaxable services.

**Section2.79.070 Exemptions**

A. Nothing in this chapter shall be construed as imposing a tax upon the city, or upon any person or service when imposition of such tax upon that person or service would be in violation of a federal or state statute, the Constitution of the United States or the Constitution of the State of California.

B. The taxes imposed by this chapter, shall not apply to any person who:

1. Is 65 years of age or older;

2. Resides at the service address as his or her primary place of residence; and

3. Has a combined gross income, including all taxable and non-taxable income of all members of the household in which the person resides, that does not exceed the income threshold established by the Tax Administrator pursuant to subdivision (C) of this section; and

4. Has filed the application described in subdivision (D) of this section.

C. The Tax Administrator shall establish, by administrative rule, the household income thresholds applicable to the exemption provided in subdivision (B) of this section. In establishing such thresholds, the Tax Administrator shall use the income eligibility standards published by the California Public Utilities Commission for low-income utility assistance programs, as those standards are updated from time to time, with separate thresholds applicable to households of one or two persons and to households of three or more persons. In no event shall the threshold be set below the applicable CPUC standard in effect at the time of determination. The Tax Administrator shall update the applicable thresholds annually, consistent with any revision to the CPUC standards, and shall make the current thresholds publicly available in English and Spanish.

D. Any person claiming an exemption under subdivision (B) of this section shall apply to the Tax Administrator on a form approved by the Tax Administrator. The application shall include a declaration under penalty of perjury of the facts qualifying the applicant, including proof of age and documentation sufficient to establish the combined gross income of all household members for the prior calendar year. An approved exemption shall remain in effect unless the service user no longer meets the qualifying criteria, at which point the service user shall notify the Tax Administrator in writing within 30 days of any change in qualifying status. The Tax Administrator shall require annual re-verification of eligibility. A service user who fails to timely notify the Tax Administrator of a change in qualifying status shall not be entitled to a refund of taxes collected and remitted during the period of ineligibility.

E. Upon request of the Tax Administrator, a service supplier or non-utility service supplier, or its billing agent, shall provide a list of the names and addresses of those customers which, according to its billing records, are deemed exempt from the taxes imposed by this chapter.

F. The decision of the tax administrator may be appealed pursuant to Section 7.29.170 of this chapter. Application to the tax administrator and appeal to the City Council pursuant to Section 7.29.170 of this chapter are prerequisites to a suit thereon.

**Section 2.79.080 Substantial Nexus and Minimum Contacts**

For purposes of imposing a tax or establishing a duty to collect and remit a tax under this chapter, "substantial nexus" and "minimum contacts" shall be construed broadly in favor of the imposition, collection, and/or remittance of a tax to the fullest extent permitted by state and federal law, and as it may change from time to time by judicial interpretation or by statutory enactment. Any communication service (including VoIP) used by a person with a service address in the city, which service is capable of terminating a call to another person on the general telephone network, shall be subject to a rebuttable presumption that "substantial nexus / minimum contacts" exists for purposes of imposing a tax, or establishing a duty to collect and remit a tax, under this chapter. A service supplier shall be deemed to have sufficient activity in the city for tax collection and remittance purposes if its activities include, but are not limited to, any of the following: maintains or has within the city, directly or through an agent or subsidiary, a place of residence or business of any nature; solicits business in the city by employees, independent contractors, resellers, agents or other representatives; solicits business in the city on a continuous, regular, seasonal or systematic basis by means of advertising broadcast or relayed from a transmitter with the city or distributed from a location with the city; or advertises in newspapers or other periodicals printed and published within the city or through materials distributed in the city by means other than the United States mail; or if there are activities performed in the city on behalf of the service supplier that are significantly associated with the service supplier's ability to establish and maintain a market in the city for the provision of communication services that are subject to a tax under this chapter.

**Section 2.79.090 Duty to Collect and Remit**

Service suppliers shall collect and remit the taxes imposed by this chapter as follows:

A. The taxes shall be collected insofar as practicable at the same time as, and along with, the charges made in accordance with the regular billing practice of a service supplier. If a service user pays a service supplier less than the full amount of the charge and tax accrued for the billing period, a proportionate share of both the charge and the tax shall be deemed to have been paid. If a service user has notified the service supplier of refusal to pay the tax imposed on said charges, Section 7.29.130 of this chapter shall apply.

B. A service supplier's duty to collect tax from a service user shall commence with the beginning of the first regular billing period applicable to the service user in which all charges normally included in such regular billing are subject to the provisions of this chapter. Where a person receives more than one billing, one or more being for different periods than another, the duty to collect shall arise separately for each billing period.

C. Each person required by this chapter to remit a tax shall file a return with the tax administrator on or before the due date, on forms approved by the tax administrator. The full amount of the tax owed shall be included with the return. The tax administrator is authorized to require such additional information as he or she deems necessary to determine if the tax is being levied, collected, and remitted in accordance with this chapter. Returns are due immediately upon cessation of business for any reason. The tax administrator, and its agents, shall maintain such returns as confidential information.

**Section 7.29.100 Collection Penalties – Service Suppliers or Self-Collectors**

A. Taxes collected from a service user, or self-collected by a service user subject to Section 7.29.045 of this chapter, are delinquent if not received by the tax administrator on or before the due date. Should the due date occur on a weekend or legal holiday, the return must be received by the tax administrator on or before the first regular working day following the weekend or legal holiday. A direct deposit, including electronic fund transfers and other similar methods of electronically exchanging monies between financial accounts, made by a service supplier in satisfaction of its obligations under this subsection shall be considered timely if the transfer is initiated on or before the due date, and the transfer settles into the city's account on or before the following business day.

B. If a service supplier, or a service user subject to Section 7.29.045 of this chapter, fails to remit any tax collected on or before the due date, said person shall pay a penalty for such delinquencies at the rate of 15% of the total tax that is delinquent in the remittance, and shall pay interest at the rate of three-quarters of one (0.75) percent per month, or any fraction thereof, on the amount of the tax, exclusive of penalties, from the date on which the remittance first became delinquent, until paid.

C. To discourage fraud and cover anticipated costs the City would incur to identify and remedy fraud, the tax administrator shall have the power to impose additional penalties upon persons required to collect and / or remit taxes pursuant to the provisions of this chapter for fraud or gross negligence in collecting, reporting, or remitting tax at the rate of 25% of the tax due.

D. For collection purposes only, every penalty imposed and such interest that is accrued under the provisions of this section shall become a part of the tax required to be paid.

E. Notwithstanding the foregoing, the tax administrator may, in his or her discretion, modify the due dates of this chapter to be consistent with any uniform standards or procedures that are mutually agreed upon by other public agencies imposing a utility users tax, or otherwise legally established, to create a central payment location or mechanism. The tax administrator may also enter into written agreements with a service provider to alter the administrative details of this ordinance as appropriate to facilitate tax collection and remittance without undue expense to the service supplier or the City provided, however that no such agreement may materially alter the amounts due to the City.

**Section 7.29.110 Actions to Collect**

Any tax imposed on a service user under this chapter shall be deemed a debt owed by the service user to the city. Any such tax collected from a service user which has not been remitted to the tax administrator shall be deemed a debt owed to the city by the person required to collect and remit and shall no longer be a debt of the service user. Any person owing money to the city under this chapter shall be liable to an action brought in the name of the city for the recovery of such amount, including penalties and interest as provided for in this chapter, along with any collection costs incurred by the city as a result of the person's noncompliance with this chapter, including, but not limited to, reasonable attorney fees.

**Section 7.29.120 Deficiency Determination and Assessment**

A. The tax administrator shall make a deficiency determination if he or she determines that any person required to collect or self-collect taxes pursuant to this chapter has failed to collect and remit the proper amount of tax, including but not limited to, by improperly applying or failing to apply the tax to one or more taxable services or charges.

B. The tax administrator shall mail a notice of such deficiency determination to the person required to pay or remit the tax, which notice shall refer briefly to the amount of the taxes owed, plus interest at the rate of three-quarters of one (0.75) percent per month, or any fraction thereof, on the tax due from the date the city should have received the tax. Within 14 calendar days after service of such notice, the person may make written request to the tax administrator for a hearing. If the person fails to request a hearing within that time, the amount of the deficiency determination shall become a final assessment, and shall immediately be due and owing to the city.

C. If the person requests a hearing, the tax administrator shall cause the matter to be set for hearing not later than 30 days after receipt of the request. The tax administrator shall mail notice of the time and place of the hearing to such person at least 10 calendar days before the hearing, and the notice may designate records that said person must produce at such hearing.

D. At the time fixed for the hearing, the tax administrator or his or her designee shall hear all relevant testimony and evidence, including that of any other interested parties. At the discretion of the tax administrator, the hearing may be continued from time to time to allow presentation of additional evidence. Within a reasonable time following the conclusion of the hearing, the tax administrator or his or her designee shall issue a final assessment confirming, modifying, or rejecting the original deficiency determination, and shall mail a copy of such final assessment to the person owing the tax. The decision of the tax administrator may be appealed pursuant to Section 7.29.170 of this chapter. A hearing request to the tax administrator and an appeal to the city council pursuant to Section 7.29.170 of this chapter are prerequisites to a suit thereon.

E. Payment of the final assessment shall become delinquent if not received by the tax administrator on or before the 30th day following service of the notice of final assessment. The penalty for delinquency shall be 15% on the assessment, along with interest at the rate of three-quarters of one (0.75) percent per month, or any fraction thereof, on the amount of the tax, exclusive of penalties, from the date of delinquency, until paid.

**Section 7.29.130 Nonpaying Service Users**

A. Whenever the tax administrator determines that a service user has deliberately withheld the amount of the tax from amounts remitted to a person required to collect the tax, or whenever the tax administrator deems it in the best interest of the city, he or she may relieve such person of the obligation to collect the taxes due under this chapter from certain named service users for specific billing periods. Whenever the service user has failed to pay the amount of tax owed for a period of two or more billing periods, the service supplier shall be relieved of the obligation to collect taxes due. The service supplier shall provide the city

with the names and addresses of such service users and the amounts of taxes owed under the provisions of this chapter.

B. In addition to the tax owed, the service user shall pay a delinquency penalty at the rate of 15% of the tax owed, and shall pay interest at the rate of three-quarters of one (0.75) percent per month, or any fraction thereof, on the amount of the tax, exclusive of penalties, from the due date, until paid.

C. The tax administrator shall notify the non-paying service user that the tax administrator has assumed the responsibility to collect the taxes due for the stated periods and demand payment of such taxes, including penalties and interest. The notice shall be served on the service user by personal delivery or by deposit of the notice in the United States mail, postage prepaid, addressed to the service user at the address to which the person required to collect the tax addressed bills; or, should the service user have a change of address, to his or her last known address.

D. If the service user fails to remit the tax to the tax administrator within 30 days of service of the notice, the tax administrator may impose an additional penalty of 15% of the tax owed.

**Section 7.29.140 Additional Powers and Duties of the Tax Administrator**

A. The tax administrator shall have the power and duty, and is hereby directed, to enforce each and all of the provisions of this chapter.

B. The tax administrator may adopt administrative rules and regulations not inconsistent with provisions of this chapter to interpret, clarify, carry out and enforce the payment, collection and remittance of the taxes herein imposed. A copy of such administrative rules and regulations shall be available for inspection in the tax administrator's office.

C. To ensure compliance with this chapter, the tax administrator may audit any person required to collect and / or remit a tax pursuant to this chapter. The tax administrator shall notify said person of such an audit in writing. In the absence of fraud or other intentional misconduct, the audit period of review shall not exceed three years next preceding the date of service of notice of audit. Upon completion of the audit, the tax administrator may make a deficiency determination pursuant to Section2.79.120 of this chapter for all taxes, penalties and interest owed, as evidenced by information provided by such person to the tax administrator. If said person is unable or unwilling to provide sufficient records to enable the tax administrator to verify compliance with this chapter, the tax administrator may make a reasonable estimate of the deficiency. Said reasonable estimate shall be entitled to a rebuttable presumption of correctness.

D. Upon receipt of a written request of a taxpayer or tax collector, and for good cause, the tax administrator may extend the time for any filing required by this chapter for a period of not to exceed 45 days, provided that the time for filing has not already passed when the tax administrator receives the request. No penalty or interest for delinquent payment shall accrue by reason of such extension.

E. The tax administrator shall determine the eligibility of any person who asserts a right to exemption from, or a refund of, the tax imposed by this chapter.

F. The tax administrator may compromise a claim pursuant to this chapter where the portion of the claim proposed to be released is less than $5,000. With the approval of the city council, the tax administrator may compromise larger claims.

G. Notwithstanding any provision in this chapter to the contrary, the tax administrator may waive any penalty or interest imposed upon a person required to collect and / or remit tax for failure to do so if the non-collection occurred in good faith and with reasonable diligence. In determining whether the non-collection was in good faith and reasonable diligence, the tax administrator shall consider, but need not be bound by, industry practice or other precedent.

**Section 7.29.150 Records**

A. It shall be the duty of every person required to collect and / or remit any tax imposed by this chapter to keep and preserve, for a period of at least three years, all records as may be necessary to determine the tax such person may have been liable to collect and remit, which records the tax administrator shall have the right to inspect at all reasonable times.

B. The tax administrator may issue an administrative subpoena to compel a person to deliver, to the tax administrator, copies of all records deemed necessary by the tax administrator to establish compliance with this chapter, including the delivery of records in a common electronic format on readily available media if the person keeps such records electronically in the ordinary course of business. As an alternative to delivering the subpoenaed records to the tax administrator on or before the due date provided in the administrative subpoena, such person may provide access to such records outside the city on or before the due date, provided that such person shall reimburse the city for all reasonable travel expenses incurred by the city to inspect those records, including travel, lodging, meals, and other similar expenses, but excluding the normal salary or hourly wages of those who make the inspection.

C. The tax administrator is authorized to execute a non-disclosure agreement approved by the city attorney to protect the confidentiality of customer information. The tax administrator may request from a person providing transportation or distribution services of gas or electricity to service users within the city, a list of the names, billing and service addresses, quantities of gas or electricity delivered, and other pertinent information, pursuant to Section 6354(e) of the California Public Utilities Code.

D. If a service supplier uses a billing agent or billing aggregator to bill, collect, and/or remit the tax, the service supplier shall:

1. Provide to the tax administrator the name, address and telephone number of each billing agent and billing aggregator currently authorized by the service supplier to bill, collect, and / or remit the tax; and

2. Upon request of the tax administrator, deliver, or effect the delivery of, any information or record in the possession of such billing agent or billing aggregator that, in the opinion of the tax administrator, is necessary to verify the proper application, calculation, collection and / or remittance of such tax.

E. If any person required to keep records under this section unreasonably denies the tax administrator, or the tax administrator's designee, access to such records, or fails to produce the information requested in an administrative subpoena within the time specified, the tax administrator may impose a penalty on such person of $500 for each day following the initial date that the person refuses to provide such access, or following the due date set forth in an administrative subpoena. This penalty shall be in addition to any other penalty imposed under this chapter.

**Section 7.29.160 Refunds**

A. Whenever any tax imposed by this chapter has been overpaid, paid more than once, or has been erroneously or illegally collected or received by the tax administrator, it may be refunded as provided in this section.

B. The tax administrator may refund such tax provided that no refund shall be paid unless the claimant or his or her guardian, conservator, executor or administrator submits a written claim, under penalty of perjury, to the tax administrator within one year of the payment or collection. Such claim must clearly establish claimant's right to the refund by written records. Nothing herein shall permit the filing of a refund claim for a class or group of taxpayers. City council approval shall be required for any individual refund in excess of $5,000.

C. The tax administrator, or the city council, as claimed in excess of $5,000, shall act upon a refund claim within 45 days of its receipt. Said decision shall be final as to the City but subject to judicial review pursuant to Code of Civil Procedure section 1094.5. If the tax administrator or city council fails or refuses to act on a refund claim within the 45-day period, the claim shall be deemed to have been rejected on the 45th day.

D. The filing of a written claim is a prerequisite to any suit thereon. Any action brought against the city pursuant to this section shall be subject to the provisions of Government Code section 940 et seq.

E. Notwithstanding other provisions of this section, whenever a service supplier, pursuant to an order of the California Public Utilities Commission, makes a refund to service users of charges for past utility services, the taxes paid pursuant to this chapter on the amount of such refunded charges shall also be refunded to service users, and the service supplier shall be entitled to a credit for such refunded taxes against tax due upon the next monthly return.

**Section 7.29.170 Appeals**

A. Except as to decisions relating to a refund pursuant to Section 7.29.160, this section applies to any deficiency determination, assessment, administrative ruling, or other decision of the tax administrator concerning taxes due under this chapter. Any person aggrieved by such a

decision of the tax administrator may appeal pursuant to this section and must do so as a prerequisite to any suit thereon. Nothing herein shall permit the filing of a claim or action on behalf of a class or group of taxpayers.

B. Such an aggrieved person may appeal that decision to the city council. Such an appeal must be submitted in writing to the city clerk within 14 days of the date of the deficiency determination, assessment, administrative ruling, or other decision at issue.

C. The city council shall fix a time and place for hearing such appeal before itself or a hearing officer. The appellant shall be served with notice of the time and place of the hearing, as well as any relevant materials, at least ten calendar days before the hearing. The city council or hearing officer may continue the hearing from time to time. At the time of the hearing, the appealing party, the tax administrator, and any other interested person may present such relevant evidence as he or she may have relating to the determination from which the appeal is taken.

D. Based upon the submission of evidence and review of the city's files, the hearing officer shall prepare for the city council's consideration, or the city council shall issue a written notice, and order upholding, modifying, or reversing the determination appealed. The city council's decision is final for the city but is subject to judicial review under Code of Civil Procedure Section 1094.6.

**Section 7.29.180 Disposition of Funds**

The utility users taxes collected under and pursuant to the provisions of this chapter shall be deposited and paid into the general fund of the city and expended for any lawful purpose of the city as the city council may determine.

**Section 7.29.190 No Action to Prevent Collection of Tax**

No injunction, writ of mandate, or other legal or equitable process shall issue in any suit, action, or proceeding in any court against this city or against any employee or officer of the city to prevent or enjoin the collection under this chapter of any tax or any amount of tax required to be collected and/or remitted.

**Section 7.29.200 Remedies Cumulative**

All remedies and penalties prescribed by this chapter or which are available under any other provision of law or equity are cumulative. The use of one or more remedies by the city shall not bar the use of any other remedy for the purpose of enforcing the provisions of this chapter provided only that the city may not collect any liability under this chapter more than once.

**Section 7.29.210 Notice of Changes to Ordinance**

If a tax under this chapter is added, repealed, increased, reduced, or the tax base is changed, the tax administrator shall provide notice as Public Utilities Code Section 799 requires. Before the effective date of the ordinance change, each service supplier shall provide the tax administrator with a copy of any written procedures describing the information the service supplier needs to

implement the ordinance change. If the service supplier fails to provide such written instructions, the tax administrator, or his or her agent, shall send, by first class mail, a copy of the ordinance change to all collectors and remitters of the city's utility users taxes according to the latest payment records of the tax administrator.

**Section 7.29.220 Future Amendment to Cited Statute**

Unless specifically provided otherwise, any reference to a state or federal statute in this chapter shall mean such statute as it may be amended from time to time, provided that such reference to a statute herein shall not include any subsequent amendment thereto, or to any subsequent change of interpretation thereof, to the extent that such amendment or change of interpretation would require voter approval under California law or would result in a tax decrease (as, for example, as a result of excluding all or a part of a communication service, or charge therefor, from taxation). Only to the extent voter approval would otherwise be required or a tax decrease would result, the prior version of the statute (or interpretation) shall remain applicable to construction of this chapter for any application or situation that would not require voter approval or result in a decrease of a tax, provisions of the amended statute (or new interpretation) shall apply to the maximum possible extent.

To the extent that the city's authorization to collect or impose any tax imposed under this chapter is expanded or limited as a result of changes in state or federal law, no amendment or modification of this chapter shall be required to conform the tax to those changes, and the tax shall be imposed and collected to the full extent of the authorization up to the full amount of the tax imposed under this chapter.

**SECTION 2.** The City Council may amend this Ordinance without a vote of the people provided, however, that voter approval is required for any amendment that would increase a tax within the meaning of Government Code section 53750(h).

**SECTION 3.** This Ordinance is exempt from the California Environmental Quality Act (Pub. Resources Code, § 21000 et seq.) ("CEQA"). It can be seen with certainty that there is no possibility that this Ordinance may have a significant effect on the environment. (14 CCR § 15061(b)(3).) Further, this Ordinance simply creates a government funding mechanism, which does not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment. (14 CCR § 15378(b)(4).)

**SECTION 4.** If any section, subsection, subdivision, sentence, clause, phrase, or portion of this Ordinance or the application thereof is for any reason held to be invalid or unconstitutional by a court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Ordinance. The People of the City of South Gate hereby declare that they would have adopted this Ordinance, and each and every section, subsection, subdivision, sentence, clause, or phrase thereof without regard to whether any other portion of the Ordinance may be declared invalid or unconstitutional.

**SECTION 5.** Pursuant to Elections Code section 9217, this Ordinance shall take effect 10 days after certification of its approval by a majority of the electorate voting at the general election to be held November 3, 2026. Taxes shall be collected and remitted thereafter as provided in Public Utilities Code section 799.

**SECTION 6.** The Mayor shall sign, and the City Clerk shall attest to the passage of, this Ordinance upon certification by the City Council of the results of the election approving it.

We hereby certify that the voters of the City of South Gate did approve this Ordinance by majority vote on November 3, 2026.

**PASSED, APPROVED** and **ADOPTED** this ____ day of _____ **2026.**

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: DRAFT _____
Raul F. Salinas, City Attorney

Office of the
South Gate City Clerk

JUN - 4 2026

FILED
1:38pm

# Item No. 5

# *City of South Gate*
## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Office of the City Clerk**

***City Clerk:*** _____ ***City Manager:*** Rob Houston
*Yodit Glaze* *Rob Houston*

**SUBJECT: GENERAL MUNICIPAL/CONSOLIDATED ELECTION TO BE HELD TUESDAY, NOVEMBER 3, 2026**

**PURPOSE:** Calling for the holding of the South Gate General Municipal Election as required by the California Elections code.

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Adopting a Resolution calling for the holding of a General Municipal Election to be held on Tuesday, November 3, 2026, for the election of certain officers and requesting the Board of Supervisors of the County of Los Angeles to consolidate the election with any and all elections also called to be held on Tuesday, November 3, 2026 and requesting the Board to render specified services to the City relating to the conduct of a General Municipal Election to be held on Tuesday, November 3, 2026;

b. Adopting a Resolution approving regulations for Candidates for Elective Office pertaining to Candidates' Statement Submitted to the voters at the General Municipal Election to be held on Tuesday, November 3, 2026;

c. Adopting a Resolution to resolve a tie vote by Lot using the coin toss method for Elective Offices in the event of a tie vote at the November 3, 2026, Municipal Election; and

d. Authorizing the City Clerk to issue a notice of a General Municipal Election to be held on November 3, 2026.

**FISCAL IMPACT:** The cost of conducting the election is estimated to be approximately $233,325.87 with the consolidation with the County of Los Angeles scheduled Primary Election. Funds are budgeted and will be allocated from the Elections Account Number 100-140-11-6105. Funds are not allocated in the current fiscal year municipal budget for a Special Runoff Election in case of a tie vote.

**ANALYSIS:** Pursuant to California Elections Code 12101 (a), the City Council is required to adopt the attached Resolutions not earlier than the 127th day and not later than the 113th day before any municipal election to fill offices and the City Clerk/elections official shall publish a notice of election in the city pursuant to Government Code Section 6061. The Municipal Election is being held for the purpose of electing two (2) Members to the City Council, (1) City Treasurer and (1) City Clerk for the full term of four (4) years.

**BACKGROUND:** Senate Bill 415 mandates that all elections for general law cities in California align with the state's election cycle. In the County of Los Angeles there will be a general election held on November 3, 2026. Pursuant to SB 415, the City of South Gate having less than 25% of its voter population casting a vote, indicates that the City is mandated to align its General Municipal election with the state's election cycle. As a result, the Los Angeles County Registrar Recorder/County Clerk's Office is tasked with coordinating all election efforts with the various cities holding regularly scheduled General Municipal Elections on November 3, 2026.

The Notice of Election will be published before July 13, 2026, once in both English & Spanish in the Los Angeles WAVE Newspaper and La Opinion to comply with requirements from the Department of Justice. In addition, copies of said notice shall be posted at City Hall in both languages and on the City's website.

The estimated cost to conduct a Special Runoff Election is projected to be higher than that of the November 5, 2024, General Municipal Election because the City would not be consolidating election costs with the County of Los Angeles. However, the City Council does have the option of conducting a Special Runoff Election in-lieu of a coin toss to resolve a tie vote. The chances of a tie vote are remote; therefore, the need to resolve this occurrence is unlikely.

Section 15651 (a) & (b) of the California Elections Code authorizes the City Council, by a majority vote, to adopt provisions to require the conduct of a Special Runoff Election to resolve a Tie vote involving those candidates who receive an equal number of votes and are tied for the second highest votes for an elective office in the case of the City Council, or the first highest votes in the case of the City Clerk and City Treasurer. A Special Runoff Election shall be held only if the City Council adopts a Resolution prior to November 3, 2026; however, the City Clerk and Election Staff are recommending that a tie vote be resolved using the Coin Toss Method.

**ATTACHMENTS:**
A. Proposed Resolution (Consolidate Election)
B. Proposed Resolution (Candidate Statement)
C. Proposed Resolution (Tie Vote – Coin Toss Method)
D. Notice of Election (English/Spanish)
E. Election Estimate

**RESOLUTION NO.**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, CALLING FOR THE HOLDING OF A GENERAL MUNICIPAL ELECTION TO BE HELD ON TUESDAY, NOVEMBER 3, 2026, FOR THE ELECTION OF CERTAIN OFFICERS AND REQUESTING THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES TO CONSOLIDATE THE ELECTION WITH ANY AND ALL ELECTIONS ALSO CALLED TO BE HELD ON NOVEMBER 3, 2026 AND REQUESTING THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES TO RENDER SPECIFIED SERVICES TO THE CITY RELATING TO THE CONDUCT OF THE CITY OF SOUTH GATE GENERAL MUNICIPAL ELECTION TO BE HELD ON TUESDAY, NOVEMBER 3, 2026**

**WHEREAS**, a General Municipal Election shall be held on November 3, 2026, for the election of two (2) Members of the City Council, one (1) City Treasurer and one (1) City Clerk of the City of South Gate;

**WHEREAS,** pursuant to the Elections Code Section 10002, the City Council of the City of South Gate may by resolution request the Board of Supervisors of the County of Los Angeles to permit the County Clerk to render specified services to the City of South Gate relating to the conduct of an election;

**WHEREAS**, subject to approval of the Board of Supervisors, these services shall be provided by the County Clerk;

**WHEREAS**, pursuant to Elections Code Section 10002, unless other arrangements satisfactory to the County have been made, the City shall reimburse the County in full for the services performed upon presentation of a bill to the City;

**WHEREAS**, pursuant to Elections Code Section 10400, whenever two or more elections are called to be on the same day, in the same territory, or in territory that is in part the same, they may be consolidated upon the order of the City Council calling the elections;

**WHEREAS** the resolution requesting the consolidation shall be adopted and filed at the same time as the adoption of the ordinance, resolution, or order calling the election; and

**WHEREAS** various local elections may be or have been called to be held on November 3, 2026.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** The City Council does hereby declare that the above recitals are true and correct and are incorporated herein by this reference.

**SECTION 2.** That pursuant to the requirements of the laws of the State of California relating to general law cities, there is called and ordered to be held in the City of South Gate, California on Tuesday, November 3, 2026, a General Municipal Election for the purpose of electing two (2) members of the City Council, one (1) City Treasurer and one (1) City Clerk for the full term of four (4) years.

**SECTION 3.** That the City Council hereby orders the election to be consolidated with any and all elections also called to be held on November 3, 2026, insofar as said elections are to be held in the same territory or in territory that is in part the same as the territory of the City of South Gate and requests that the Board of Supervisors of the County of Los Angeles order such consolidation under Elections Code Sections 10401, 10402, and 10403.

**SECTION 4.** That the City Council hereby requests the Board of Supervisors of the County of Los Angeles to permit the Los Angeles County Registrar-Recorder/County Clerk-Elections Division to provide any and all services necessary for conducting the election and agrees to pay for said services.

**SECTION 5**. That the County Elections Division is authorized to canvass the returns of the City of South Gate General Municipal Election, and the election shall be held in all respects as if there is only one election.

**SECTION 6.** That the voting centers for the election shall be open as required during the identified voting period from October 24, 2026, to November 3, 2026, pursuant to Sections 4007 and 14401 of the Elections Code.

**SECTION 7.** That in all particulars not recited in this Resolution, the election shall be held and conducted as provided by law for holding municipal elections.

**SECTION 8.** That notice of the time and place of holding the election is given and the City Clerk is authorized, instructed and directed to give further or additional notice of the election, in time, form and manner as required by law.

**SECTION 9.** The City Clerk shall certify the adoption of this Resolution, which shall be effective upon its adoption.

**SECTION 10**. That the City Clerk is hereby authorized and directed to file a certified copy of this Resolution with the Board of Supervisors of the County of Los Angeles and the Los Angeles County Registrar-Recorder/County Clerk-Elections Division.

**PASSED, APPROVED** and **ADOPTED** this **9th** day of **June 2026**.

**CITY OF SOUTH GATE:**

By:_____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVE AS TO FORM:** DRAFT

By:_____
Raúl F. Salinas, City Attorney

**RESOLUTION NO.**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, ADOPTING REGULATIONS FOR CANDIDATES FOR ELECTIVE OFFICE PERTAINING TO CANDIDATE STATEMENTS SUBMITTED TO THE VOTERS AT THE GENERAL MUNICIPAL ELECTION TO BE HELD ON TUESDAY, NOVEMBER 3, 2026**

**WHEREAS,** Section 13307 of the Elections Code of the State of California provides that the governing body of any local agency may adopt regulations pertaining to materials prepared by any candidate for a Municipal Election, including costs of the Candidate's Statement; and

**WHEREAS,** the City Council of the City of South Gate seeks to adopt such regulations with respect to the General Municipal Election of November 3, 2026;

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1. GENERAL PROVISIONS**
Pursuant to Section 13307 of the Elections Code of the State of California, each candidate for elective office to be voted for at an Election to be held in the City of South Gate on November 3, 2026, may prepare a candidate's statement on an appropriate form provided by the City Clerk. The statement may include the name, age and occupation of the candidate and a brief description of no more than **200** words of the candidate's education and qualifications expressed by the candidate himself or herself. The statement shall not include party affiliation of the candidate, nor membership or activity in partisan political organizations. The statement shall be filed in typewritten form in the Office of the City Clerk at the time the candidate's nomination papers are filed. The statement may be withdrawn, but not changed, during the period for filing nomination papers and until 5:00 p.m. of the City's next working day after the close of the nomination period.

**SECTION 2. FOREIGN LANGUAGE POLICY**

A. Pursuant to the Federal Voting Rights Act, candidates' statements will be translated into all languages required by the County of Los Angeles. The County is required to translate the candidate's statement into the Spanish language in addition to English.

B. Pursuant to state and federal law, the candidate's statement must be translated and printed in the voter's pamphlet in any required language as mandated.

C. The City Clerk shall comply with the following requirements.
   1. Translation
      a. Have all candidates' statements translated in required (Spanish) languages.
   2. Printing
      a. Print a bilingual voter sample ballot book in English and Spanish.
      b. Print all translations of statements subject to Section 3 payment requirements, at the request of the candidate, including his or her candidate statement in the sample

ballot or voter information guide as specified by the Los Angeles County Clerk printing in English and Spanish.

c. Have all translations made available upon request in the Office of the City Clerk.

**SECTION 3. PAYMENT**

A. Translation

1. The Candidate **shall not** be required to pay for the cost of translating the candidate's statement into any mandated **required** foreign language as specified in (A) and/or (B) of Section 2 above pursuant to federal and/or state law.

2. The Candidate **shall** be required to pay for the cost of translating the candidates statement into any foreign language that is **not required** as specified in (A) and/or (B) of Section 2 above pursuant to federal and/or state law.

B. Printing

1. The Candidate **shall** be required to pay for the cost of printing the candidate's statement in English in the sample ballot or voter information guide as specified by the Los Angeles County Clerk.

2. The Candidate **shall** be required to pay for the cost of printing the candidate's statements in a foreign language **required** in (A) of Section 2 above, in the sample ballot or voter information guide as specified by the Los Angeles County Clerk.

3. The Candidate **shall** be required to pay for the cost of printing the candidate's statement in a foreign language ***requested*** by the candidate per (B) of Section 2 above in the sample ballot or voter information guide as specified by the Los Angeles County Clerk.

4. The Candidate **shall not** be required to pay for the cost of printing the candidate's statement in a foreign language required by (A) of Section 2 above, in the facsimile or electronic version of the sample ballot or voter information guide as specified by the Los Angeles County Clerk.

The City Clerk and/or County Clerk shall estimate the total cost of printing, handling, translating, and mailing the candidate's statements filed pursuant to this section, including costs incurred as a result of complying with the Voting Rights Act of 1965 (as amended), and require each candidate filing a statement to pay, in advance to the City, his or her estimated pro rata share as a condition of having his or her statement included in the sample ballot or voter information guide as specified by the Los Angeles County Clerk. In the event the estimated payment is required, the estimate is just an approximation of the actual cost that varies from one election to another election and may be significantly more or less than the estimate, depending on the actual number of candidates filing statements. Accordingly, the City Clerk and/or County Clerk is not bound by the estimate and may, on a pro rata basis, bill the candidate for additional actual expense or refund any excess paid depending on the final actual cost. In the event of underpayment, the City Clerk and/or County Clerk may require the candidate to pay the balance of the cost incurred. In the event of overpayment, the Clerk shall prorate the excess amount among the candidates and refund the excess amount paid within 30 days of the election.

**SECTION 4. MISCELLANEOUS**

A. All translations shall be provided by professionally certified translators.

B. The City Clerk shall allow (bold type) (underlining) (capitalization) (indentations) (bullets) (leading hyphens) to the same extent and manner as allowed in previous City elections.

C. The City Clerk shall comply with all recommendations and standards set forth by the California Secretary of State regarding occupational designations and other matters relating to elections.

**SECTION 5. ADDITIONAL MATERIALS**

No candidate will be permitted to include additional materials in the sample ballot or voter information guide as specified by the Los Angeles County Clerk.

**SECTION 6**. The City Clerk shall provide each candidate or the candidate's representative a copy of this Resolution at the time the nomination petitions are issued.

**SECTION 7.** All previous resolutions, if any, establishing council policy on payment for Candidate's statements are repealed.

**SECTION 8.** This Resolution shall apply to the election to be held on November 3, 2026, and shall then be repealed.

**SECTION 9.** The City Clerk shall certify to the adoption of this Resolution, which shall be effective upon its adoption.

**PASSED, APPROVED** and **ADOPTED** this **9th** day of **June 2026**.

**CITY OF SOUTH GATE:**

By:_____
Joshua Barron, Mayor

**ATTEST:**

By:_____
Yodit Glaze, City Clerk
(SEAL)

**APPROVE AS TO FORM:**

DRAFT

By:_____
Raúl F. Salinas, City Attorney

**RESOLUTION NO. _____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, RESOLVING A TIE VOTE BY LOT USING THE COIN TOSS METHOD FOR ELECTIVE OFFICES IN THE EVENT OF A TIE VOTE AT THE NOVEMBER 3, 2026, MUNICIPAL ELECTION**

**WHEREAS,** Section 15651 of the Elections Code of the State of California authorizes the City Council, by majority vote, to adopt provisions by which a tie vote shall be resolved.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** Pursuant to Section 15651 of the Elections Code of the State of California, if two or more persons receive an equal and the highest number of votes for an office to be voted for within the City, the City Council shall summons only those candidates who received the tie votes, at a time and place to be designated by the City Clerk. The City Clerk shall at that time and place determine the tie by lot using the "Coin Toss Method" in accordance with the procedures set forth in Section 3, below. (Alternative Method: In lieu of resolving a tie vote by lot as provided in subdivision (a), the legislative body of any City not subject to the Uniform District Election Law may resolve a tie vote by the conduct of a special runoff election involving those candidates who received an equal number of votes and the highest number of votes.)

**SECTION 2.** The provisions of Section 1 shall apply only to the election to be held on November 3, 2026, and shall then be repealed.

**SECTION 3.** The procedure used for the determination of the winner using the coin toss shall be attached to this Resolution as Exhibit "A" and that such be signed by the candidates who are tied.

[Remainder of page left blank intentionally.]

**SECTION 4.** The City Clerk shall certify to the adoption of this Resolution, which shall be effective upon its adoption.

**PASSED, APPROVED** and **ADOPTED** this **9th** day of **June 2026**.

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVE AS TO FORM:**

DRAFT

By: _____
Raúl F. Salinas, City Attorney

# PROCEDURE FOR COIN TOSS FOR DETERMINATION OF THE WINNER

It is proposed that a toss of a coin be used to determine the winner of the tie election in the manner which follows:

**Selection of Coin**

1) A U.S. minted dollar coin shall be used in the toss.
2) The coin shall be obtained by the Elections Official from the City Finance Department or from a local bank.
3) Both candidates shall be allowed to examine the selected coin.

**Candidates' Witnesses**

1) Each candidate shall select one person, of his/her choice, to act as a witness.
2) The witness shall verify the results of the drawing of cards and the coin toss, but shall not touch either the cards or the coin.

**Selection of Person to Call Coin**

1) Each candidate shall write his/her name on five separate 3"x 5" index cards.
2) The ten index-cards shall then be folded once and placed in a solid colored container.
3) One card shall be drawn from the container by the Elections Official and shown to the (Head of the Legislative Body*), the two candidates, and the two witnesses.
4) The Election Official (or Head of the Legislative Body*) shall announce who shall call the toss.

**Method of Tossing Coin**

1) The coin shall be tossed by the Election Official (or Head of the Legislative Body*), to a height of at least six feet, flipping end over end. If the proper height or form is not attained, the Elections Official shall call a fault before the coin hits the ground, and the coin shall be tossed again.
2) The call must be made by the selected candidate after the coin leaves the hand, but before it begins its decent to the floor. If the call is not made before it begins its decent, the Elections

   Official shall call a fault before the coin hits the ground and the coin shall be tossed again.
3) The coin shall be allowed to fall directly to the floor and come to rest without interference of any kind, including but not limited to, contact with the following: any person, any person's apparel, chairs, tables, walls, wires, or draperies. If the coin comes in contact with any object except the floor, the Elections Official shall call a fault before the coin comes to a rest, and the coin shall be tossed again.
4) No person shall touch the coin until the Legislative Body declares the result.

**Verification of Result**

1) The Election Official ( or Head of the Legislative Body*) and the two witnesses shall view the coin first and agree on the result, without touching the coin.
2) Once the results have been so verified, the two candidates may view the coin, without touching it.
3) Following this, the remaining members of the Legislative Body shall view the coin, without touching it.
4) Following this, all other interested parties may view the coin, without touching it.

**Declaration of Result**

1) Once all interested parties have viewed the coin, The Election Official (or Head of the Legislative Body*) will announce the winner of the toss and entertain a motion to declare the winner of the toss the winner of the election.
2) Once the Legislative Body has acted to declare the winner, the coin shall be picked up.
3) The declaration shall be put in the appropriate written form (Resolution declaring the Results of the Election, Form 17A), signed by the (Head of the Legislative Body*) and transmitted to Elections Official of the Legislative Body.

*Head of Legislative Body can be defined as:
Mayor of a City or Town Council
President of a Board of Directors or Board of Trustees

Acknowledged and Understood by:

Candidate _____ Date _____

Candidate _____ Date _____

# NOTICE OF ELECTION

**NOTICE IS HEREBY GIVEN** that a General Municipal Election will be held in the City of South Gate on Tuesday, the 3rd day of November 2026 for the following Officers:

| | |
|---|---|
| For two (2) Members of the City Council | Full term of four (4) years |
| For one (1) City Treasurer | Full term of four (4) years |
| For one (1) City Clerk | Full term of four (4) years |

The nomination period for these offices begins on Monday, July 13, 2026, at 7:00 a.m. and closes on Thursday, August 7, 2026, at 5:30 p.m.

If no one or only one person is nominated for an elective office, appointment to the elective office may be made as prescribed in Section 10229 of the Elections Code of the State of California.

The vote centers for the election shall be open on October 24, 2026, and close at 8:00 p.m. on November 3, 2026, providing an 11-day voting opportunity, pursuant to Sections 4007 and 14401 of the California Elections Code.

/s/Yodit Glaze, City Clerk

# AVISO DE ELECCIÓN

**POR MEDIO DE LA PRESENTE SE DA AVISO** que se llevará a cabo una Elección Municipal General en la Ciudad de South Gate el Martes 3 de Noviembre de 2026 para elegir los siguientes Oficiales:

| | |
|---|---|
| Para dos (2) miembros del Concejo Municipal | Pleno plazo de cuatro (4) años |
| Para un (1) Tesorero de la Ciudad | Pleno plazo de cuatro (4) años |
| Para una (1) Secretaria Municipal | Pleno plazo de cuatro (4) años |

El período de nominación para estos puestos comienza el Lunes, 13 de Julio de 2026 a las 7:00 a.m. y cierra el Jueves, 7 de Agosto de 2026 a las 5:30 p.m.

Si nadie o sólo una persona es nominada para un puesto elegido, nombramiento a tal puesto electivo puede ser hecho según está prescrito por la Sección 10229 del Código de Elecciones del Estado de California.

Los centros de votación (casetas) estarán abiertos por un periodo de 11 dias comenzando el 24 de Octubre de 2026 y concluyendo el 3 de Noviembre 2026, a las 8:00 p.m., según está prescrito en las Secciones 4007 y 14401 del Código Electoral del estado de California.

/s/Yodit Glaze, Secretaria Municipal

Los Angeles County
Registrar-Recorder/County Clerk



# Election Estimating Calculator

Go to Election Estimate Home

Select Estimate Type
Select Jurisdiction(s)
**Estimated Result**

The estimated cost is based on the cost factors below. **Any changes to the election cost factors will impact the final costs for your jurisdiction.**

If you need cost estimates for other elections or further assistance in using the cost estimate calculator, please contact our Election Billing team at electionbilling@rrcc.lacounty.gov.

## CITY OF SOUTH GATE
## 2026 November General Election

### CITY OF SOUTH GATE - At Large

| *Voter Count* | *Rate Breakdown* | *Estimated Cost* |
|---|---|---|
| Registered Voters (RV) | 48,504 | |
| ***Election Operations** (rate * RV)* | $2.7201 * 48504 | $131,935.73 |
| ***Vote By Mail Processing** (rate * RV)* | $0.8878 * 48504 | $43,061.85 |
| ***Sample Ballot Processing and Printing*** | | |
| Office(s)/Seat(s) *(rate * No. of Offices * RV)* | $0.0242 * 4 * 48504 | $4,695.19 |
| Measures(s) *(rate * No. of Measures * RV)* | $0.0242 * 1 * 48504 | $1,173.80 |
| Measure Text *(rate * No. of Text Pages for all measures * RV)* | $0.0725 * 1 * 48504 | $3,516.54 |
| Voting Information *(rate * RV)* | $0.3761 * 48504 | $18,242.35 |
| ***Candidate Filing and Campaign Finance** (rate * No. of Candidates)* | $1843.1509 * 16 | $29,490.41 |

**Election Preparation Cost** *(Flat rate per jurisdiction)* **$1,210.00**

**CITY OF SOUTH GATE TOTAL ESTIMATE** **$233,325.87**

**DISCLAIMER:** Please note that calculating an estimate using the Election Cost Estimate Calculator is not consent or agreement to hold, consolidate or provide support services for an election. Requests from jurisdictions for any election scenario must be received in the form of an adopted resolution or other official document and considered by the Board of Supervisors and Registrar-Recorder/County Clerk at the appropriate time. For more information, please contact the Election Information and Preparation Division at ecu@rrcc.lacounty.gov.

Office of the
South Gate City Clerk

JUN - 4 2026

FILED
1:38pm

# Item No. 6

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Public Works**

***Department Head:*** Arturo Cervantes *Arturo Cervantes*

***City Manager:*** Rob Houston *Rob Houston*

**SUBJECT: ORDINANCE GRANTING A FRANCHISE AGREEMENT TO TORRANCE PIPELINE COMPANY, LLC**

**PURPOSE:** This agenda item is continued from the City Council meeting of May 26, 2026. The City regulates utility companies with facilities located within the public right-of-way through franchise agreements. On March 24, 2026, the City Council adopted Resolution No. 2026-13-CC declaring its intention to grant a franchise to Torrance Pipeline Company, LLC (TPC) for the continued operation of its existing oil transmission pipeline within the City's public right-of-way. Ordinance No. _____ was introduced during the City Council Meeting of May 12, 2026. Adoption of Ordinance No. ____ is the last action needed for the City Council to renew the Franchise Agreement.

**RECOMMENDED ACTIONS:** Waive the reading in full and adopt Ordinance No. _____ granting a five-year franchise to Torrance Pipeline Company, LLC, with an automatic five-year extension unless the City provides timely notice of termination, for the use, maintenance, repair, and replacement of one existing pipeline beneath designated public streets, together with related appurtenances, for the transmission and distribution of oil and oil products.

**FISCAL IMPACT:** There is no impact to the General Fund. If the City Council adopts the Ordinance granting the franchise, Torrance Pipeline Company, LLC (TPC) will pay the City a one-time granting fee and ongoing annual franchise fees. Staff recommend a five-year flat fee structure based on the cumulative Consumer Price Index for All Urban Consumers (CPI-U) over the prior five years, with adjustments every five years. Beginning in Year 6, the annual fee will be recalculated using the cumulative CPI-U from Years 1 through 5 and then remain fixed through Year 10.

| | Annual Fees | Granting Fee | Total |
|---|---|---|---|
| **Year 1** | $38,797 | $13,849 | $52,646 |
| **Year 2 to 5** | $155,188 | $0 | $155,188 |
| ***Year 6 to 10** | $203,685 | $0 | $203,685 |
| **Total** | **$397,670** | **$13,849** | **$411,519** |

*For the purposes of this report, the CPI increase is estimated at 5%; however, the actual CPI will be applied.

The granting fee is consistent with South Gate Municipal Code Title 13, Division 1, Chapter 13.10, Section 13.10.010 (Rates – General). The annual franchise fee is established in compliance with California Public Utilities Code Section 6231.5(e)(2) for non–publicly owned utility pipelines. This statute authorizes an annual franchise fee either (Alt No. 1) in an amount agreed upon by the applicant and the municipality, or (Alt No. 2) in an amount calculated using the statutory diameter-and-length formula. Considering CPI-U inflation and the City's ongoing administrative and public right-of-way oversight responsibilities associated with the pipeline, the proposed fees were selected under Alt No. 1.

**NOTICING PROCEDURE:** A Notice of Public Hearing was duly published in The Press, a newspaper of general circulation, on April 23, 2026.

**ANALYSIS:** On October 25, 2022, the City Council adopted Ordinance No. 2022-09-CC granting Torrance Pipeline Company, LLC (TPC) a Franchise Agreement to maintain and operate Pipeline No. M-145. The pipeline consists of approximately 1.7 miles (8,960 feet) of active 12-inch-diameter pipe and is the only active TPC-owned line within the City. Ordinance No. 2022-09-CC expires on September 13, 2026. The proposed Franchise Agreement would renew the authorization for a 5-year term beginning September 13, 2026, through September 13, 2031. The Franchise Agreement currently includes a provision stating that the term will automatically renew for an additional five (5) years unless the City provides written notice of termination at least sixty (60) days prior to the expiration date.

The proposed Franchise Agreement is substantially the same as the current agreement, except for the effective period, term, and fees. Key provisions include:

- A 5-year term from September 13, 2026, through September 13, 2031, with an automatic 5-year renewal unless the City provides written notice of termination at least sixty (60) days prior to the expiration date. Terms and conditions consistent with California Public Utilities Code Section 6201 and the Ordinance.
- Pipeline maintenance in compliance with all applicable city, county, state, and federal laws, regulations, and requirements. Requires pipeline pressure testing at a frequency consistent with all applicable State and Federal requirements as a preventative leak detection and safety measure.
- Requires that any damage to any public property caused shall be promptly repaired by Franchisee at its sole cost and expense.
- Liability insurance, bonding, and indemnification requirements.
- Franchise payments and operating requirements governing TPC's use of the public right-of-way.
- A comprehensive emergency response plan meeting federal and state requirements, including 24-hour notification and emergency response services (traffic control, excavation, repair, and necessary supplies/services) within two (2) hours of notice, and restoration of public streets, alleys, or parkways within seventy-two (72) hours.

The Pipeline is located within 500 feet of the East Los Angeles Community College expansion project, Southeast High School, and Simon Rodia Continuation School. The Franchise

Agreement requires TPC to operate the Pipeline in accordance with Government Code Section 51010, under which the California State Fire Marshal has exclusive safety regulatory and enforcement authority over hazardous liquid pipelines. The State Fire Marshal may implement the federal Hazardous Liquid Pipeline Safety Act (49 U.S.C. Sec. 2001 et seq.) and related federal pipeline safety regulations as needed to maintain annual federal certification.

Accordingly, the Pipeline must be used, operated, repaired, and modified in compliance with safety regulations established by the California State Fire Marshal and, as applicable, the fire authority having jurisdiction, consistent with Chapter 13.14 (Special Provisions for Oil Pipelines), Division 1 (Oil, Gas and Water Pipelines), Title 13 (Franchises) of the South Gate Municipal Code. The State Fire Marshal is also required to conduct annual inspections of the Pipeline to verify compliance, and TPC must submit certified test results pursuant to the Pipeline Safety Act of 1981.

**BACKGROUND:** On April 14, 2026, the City Council adopted Resolution No. 2026-13-CC declaring the City's intention to grant a franchise to Torrance Pipeline Company, LLC, a Delaware limited liability company, for the continued operation of an existing oil transmission pipeline within the City. Introduction of the proposed Ordinance is the second of three required City Council actions necessary to grant the Franchise Agreement.

Pipeline No. M-145 transports refined oil products from the Torrance Refinery to the Vernon Terminal through the City of South Gate. Within the City, the pipeline is located beneath Santa Fe Avenue from Independence Avenue to Southern Avenue, Southern Avenue from Santa Fe Avenue to Alameda Street, and Alameda Street from Southern Avenue to Seminole Avenue, forming one continuous pipeline alignment.

The proposed schedule for issuance of the Franchise Agreement is as follows:

1. April 14, 2026 – The City Council adopted Resolution No. 2026-13-CC declaring the City's intention to grant a franchise agreement to TPC.
2. May 12, 2026 – The City Council conducted the required public hearing and introduced Ordinance No._____ granting the franchise to TPC.
3. May 26, 2026 – City Council considered the ordinance for adoption; however, based on public comments and Council direction, the item was continued to allow for further review and additional information before final action.
4. June 9, 2026 – This agenda item is continued from May 26, 2026. City Council will consider adopting the Ordinance granting the franchise to TPC, along with any updated terms and supporting information included in the staff report.

TPC is requesting renewal of the franchise for Pipeline No. M-145 (Ordinance No. 2329). Approval is recommended for the following reasons:

- Granting the franchise provides the City with enforceable rights and requires TPC to perform specific obligations for the benefit of the City under Article 4 (Public Utilities Code Sections 6291 through 6302) of the Franchise Act of 1937, including:

- The City's right to terminate the franchise and/or pursue legal remedies if TPC fails to perform its obligations.
- Compliance with City ordinances and policies governing the location, use, and maintenance of the pipeline and appurtenances.
- Compensation to the City for repairs to public property made necessary by TPC's operations.
- Indemnification and defense of the City against claims and damages arising from TPC's operations.
- Removal and relocation of the pipeline, at TPC's expense, when required due to changes in grade, alignment, or width of public streets.
- Notice to the City of any sale, transfer, assignment, or lease of the franchise or rights granted under it.
- Posting of financial security (e.g., corporate surety bond or equivalent) available to the City as liquidated damages if TPC fails to meet franchise requirements.

- The Franchise Agreement requires TPC to submit annual reports confirming that operation and maintenance of the pipeline comply with applicable federal and state law. In a letter dated February 10, 2026, the Department of Forestry and Fire Protection, Office of the State Fire Marshal (OSFM), Pipeline Safety Division, confirmed that TPC has maintained and operated Pipeline No. M-145 (OSFM PLID #0205) in compliance with applicable laws and regulations. The letter notes that OSFM identified company-level program deficiencies in July 2023 related to written procedures under 49 C.F.R. §195.452 and integrity management requirements, and that amended procedures were reviewed by OSFM. Importantly, no violations were identified for PLID #0205 at the time of inspection, and OSFM records indicate the M-145 line was last internally inspected on August 20, 2024.

- If approved, the franchise will provide a one-time granting fee and ongoing annual fees to the City.

Compliance with CEQA: Pipeline No. M-145 is categorically exempt from the California Environmental Quality Act (CEQA) pursuant to Section 15301 of the CEQA Guidelines (Existing Facilities). This exemption applies because the proposed action involves continued operation of an existing pipeline franchise with negligible or no expansion of the existing use.

**ATTACHMENTS:** A. Proposed Ordinance
B. Notice of Public Hearing
C. State Fire Marshal Inspection Letter
D. Location Map

KT:ky

**ORDINANCE NO.____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, GRANTING TO TORRANCE PIPELINE COMPANY A FRANCHISE, WITH A TERM EXPIRING FIVE (5) YEARS AFTER THE EFFECTIVE DATE OF THIS ORDINANCE (SUBJECT TO EXTENSION AT THE CITY'S DISCRETION), TO USE, MAINTAIN, REPAIR AND REPLACE, RELOCATE OR REMOVE A SINGLE PIPELINE AND RELATED APPURTENANCES BENEATH SPECIFIED PUBLIC STREETS, FOR TRANSMITTING AND DISTRIBUTING OIL AND OIL PRODUCTS**

**WHEREAS,** the City of South Gate ("**City**"), pursuant to applicable federal, state and local law, is authorized to grant franchises within the South Gate city limits; and

**WHEREAS,** on October 25, 2022, the South Gate City Council adopted Ordinance No. 2022-09-CC, granting Torrance Pipeline Company LLC, a Delaware limited liability company ("**Grantee**"), a franchise to operate the pipeline identified in Section 1.E of this Ordinance ("**Pipeline**"); and

**WHEREAS**, that franchise expires on September 13, 2026; and

**WHEREAS**, the City and Grantee have now agreed upon the terms of the renewal of that franchise, which are set forth in this Ordinance; and

**WHEREAS**, on April 14, 2026, the South Gate City Council approved the scheduling of a Public Hearing for May 12, 2026; and adopted a Resolution declaring the City's intent to grant a ten-year franchise to Grantee that stipulates provisions for the use, maintenance, repair, replacement, relocation, or removal of a single pipeline beneath specified public streets, together with related appurtenances, for transmitting and distributing oil and oil products.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY ORDAIN AS FOLLOWS:**

**SECTION 1: Definitions**. Whenever in this Ordinance the words or phrases hereinafter in this section defined are used, it is intended that they shall have the respective meanings assigned to them in the following definitions (unless, in the given instance, the context wherein they are used shall clearly import a different meaning):

A) The word **"City"** shall mean the City of South Gate, a municipal corporation of the State of California, in its present incorporated form or in any later reorganized, consolidated, enlarged or reincorporated form.

B) The "**Effective Date**" is the date on which this Ordinance becomes effective, as set forth in Section 13 below.

C) The word **"Franchise"** shall mean the rights and privileges granted by the City to Grantee in Section 2 below.

D) The word **"Grantee"** shall mean Torrance Pipeline Company LLC, a Delaware limited liability company, which is the entity to whom the Franchise contemplated in this Ordinance is granted, and its lawful successors or assigns.

E) The word "**Pipeline**" shall mean that certain 8,960 foot long, 12-inch diameter pipeline (located beneath Santa Fe Avenue from Independence Avenue to Southern Avenue, beneath Southern Avenue from Santa Fe Avenue to Alameda Street, and beneath Alameda Street from Southern Avenue to Seminole Avenue) commonly referred to by Grantee as Pipeline No. M-145, and which shall be used for conducting, transporting, conveying and carrying oil, gas, gasoline, petroleum, wet gas, hydrocarbon substances, and similar liquid substances.

F) The phrase **"Pipeline and Appurtenances"** shall mean the Pipeline and any appurtenant or related appliance, attachment, cable, cathodic protective device, conduit, equipment, fitting, gauge, main, manhole, meter, pump, regulator, service, trap, valve, vault, vent or wire, where located under, along, across or upon Santa Fe Avenue, Southern Avenue and Alameda Street in the vicinity of the Pipeline.

G) The phrase **"Pipeline Franchise Ordinance"** shall mean that certain pipeline franchise Ordinance adopted by the City Council of the City and codified at Chapters 13.02 through 13.18, inclusive, of the South Gate Municipal Code.

H) The phrase **"Street"** shall mean the public streets, alleys and places within the City of South Gate as the same now or may hereafter exist, and in which the City has the ability to grant a franchise.

**SECTION 2: Grant of Franchise.** Pursuant to California state law as codified in Sections 6231 through 6235, inclusive, of the Public Utilities Code, the City hereby grants to Grantee the right, privilege and franchise to operate, maintain, use, repair, replace, and remove the Pipeline and Appurtenances for the purpose of conducting, transporting, conveying and carrying oil, gas, gasoline, petroleum, wet gas, hydrocarbon substances, and similar liquid substances under and across those portions of the Streets identified in Section 1.E above ("**Franchise**"). The rights granted herein shall be subject to (a) the terms and conditions set forth in this Ordinance, and (b) repairs to or replacements of the Pipeline and Appurtenances by the Grantee, at the Grantee's expense, and at such time or times as directed by the City. Grantee shall file with the South Gate City Clerk, not later than the Effective Date, a written acceptance of the terms and conditions of this Ordinance.

**SECTION 3: Term.** The Franchise shall be for an initial term commencing on September 14, 2026, and expiring on the fifth ($5^{th}$) anniversary of the Effective Date, unless terminated earlier by the City pursuant to Section 11 below. That term shall be automatically extended for one

successive five-year term, unless the City delivers to Grantee a written notice of termination not later than sixty (60) days prior to the expiration of the initial term.

**SECTION 4: Fees.** As consideration for the Franchise, Grantee shall pay the City as follows:

A) Grantee shall pay the City a one-time franchise granting fee of Thirteen Thousand Eight Hundred Forty-Nine Dollars ($13,849) pursuant to Section 13.10.010 of the South Gate Municipal Code.

B) The Grantee shall pay the City an annual franchise fee of Four Dollars and Thirty-Three Cents ($4.33) per linear foot of the Pipeline, which equates to a total annual franchise fee of Thirty-Eight Thousand Seven Hundred Ninety-Six Dollars and Eighty Cents ($38,796.80). The annual franchise fee shall remain fixed during the initial five years of the term of the Franchise. Upon the sixth ($6^{th}$) year of the term of the Franchise (if the City has not exercised its termination option pursuant to Section 3 above), the City shall adjust the annual franchise fee by applying the cumulative percentage change in the Consumer Price Index for All Urban Consumers (CPI-U) for Los Angeles-Long Beach-Anaheim over the immediately preceding five-year period, and the adjusted annual franchise fee shall remain fixed for the remaining term of the Franchise.

C) On or before the Effective Date, the Grantee shall pay the City an amount equal to the sum of: (i) the franchise granting fee; and (ii) the annual franchise fee for the one-year period commencing on the Effective Date.

D) Thereafter, on each anniversary of the Effective Date for the duration of the term of the Franchise, Grantee shall pay the annual franchise fee to the City.

E) Pursuant to Section 13.10.060 of the South Gate Municipal Code, Grantee shall pay a late fee equal to ten percent (10%) of any payment due hereunder, where such payment remains unpaid beyond thirty (30) days after the date on which such payment is due.

F) Any neglect, omission or refusal by the Grantee to make any such payment as and when due shall be grounds for the declaration of a forfeiture of the Franchise and of all rights hereunder after thirty (30) days' notice to cure has expired as provided for in Section 11 below.

G) In the event of abandonment of facilities with the approval of the City as elsewhere in this Ordinance provided, or in the event of removal of such facilities by the Grantee, the payments otherwise due the City for occupancy of the roads or highways by such facilities shall be prorated for the calendar year in which such removal or abandonment occurs as of the end of the calendar month in which removed or abandoned.

**SECTION 5: Insurance.** Grantee shall do all of the following on or before the Effective Date:

A) Provide satisfactory evidence to the City that Grantee has obtained policies of liability and worker's compensation insurance from companies authorized to transact business in the State of California by the Insurance Commissioner of California, in the amounts and

providing such coverage as required by Section 13.08.050 of the South Gate Municipal Code.

B) File with the South Gate City Clerk, as required by Section 13.08.050 of the South Gate Municipal Code, either (i) certified copies of the policies or (ii) a certificate of insurance for each of the required policies executed by the company issuing the policy, certifying that the policy is in force.

C) File and thereafter at all times during the life of the Franchise keep on file with the South Gate City Clerk a corporate surety bond running to the City in the penal sum of one hundred thousand dollars ($100,000) which meets all the requirements of Section 13.08.060 of the South Gate Municipal Code.

D) As an alternate to the filing of a bond, the Grantee may deposit with the City Clerk and assign to the City savings and loan certificates or shares, or both, in the same amount as required on such bond, as authorized by Section 13.08.070 of the South Gate Municipal Code.

**SECTION 6: Modification or Approval of Pipeline and Appurtenances.** Within ninety (90) days following the date in which Pipeline and Appurtenances or any portion thereof have been modified or removed under this Franchise, the Grantee shall file a plan or plans in such forms as may be required by the City's City Engineer showing the accurate location and size of such modified Pipeline and Appurtenances then in place within the locations identified in Section 1.E of this Ordinance, above.

**SECTION 7: Additional Conditions.** The Grantee of this Franchise shall:

A) Maintain the Pipeline and Appurtenances in accordance with and in conformity with all City, County, State and Federal ordinances, statutes, rules, regulations and other laws (whether now existing or hereafter adopted) applicable to the installation, location, use, maintenance and/or removal of the Pipeline and Appurtenances;

B) Pay to the City, on demand, the cost of all repairs to public property made necessary by any operations of the Grantee under this Franchise, including restoring the Street to its original condition upon the removal of all or any portions of the Pipeline and Appurtenances, or upon the termination or non-renewal of the Franchise;

C) Indemnify and hold harmless the City, its officers and employees from any and all liability for damages proximately resulting from the Grantee's acts or omissions under this Franchise; and be liable to the City for all damages proximately resulting from the failure of said Grantee well and faithfully to observe and perform each and every provision of this Franchise;

D) Remove or relocate, at the request of the City and without expense to the City, any or all of the Pipeline and Appurtenances if and when made necessary by any lawful change of grade, alignment or width of the affected Street;

E) Use, operate, repair or modify any pipeline for the transportation of flammable or combustible liquids, in a manner prescribed by the California State Fire Marshall, and/or Chief of Los Angeles Fire Department in accordance with Chapter 13.14 of the South Gate Municipal Code;

F) Conduct tests and submit certified test results thereof for the Pipeline (including without limitation hydrostatic pressure tests and other pressure tests) at such times and in such manner as required by the Pipeline Safety Act of 1981, California Government Code Section 51010, *et seq*. The testing shall be conducted as required by the California State Fire Marshal, and certified test results shall be requested by the City from the Fire Marshal. In the event the State Fire Marshal shall fail to provide such certified test results to the City, grantee shall provide such test results to the City upon request; and

G) If wishing to renew the Franchise, submit a written petition of franchise renewal to the City at least ninety (90) days prior to the expiration date of this Franchise.

H) Comply with any and all other obligations and be subject to all liabilities established in California Public Utilities Code sections 6291 through 6302, inclusive.

**SECTION 8: Excavation Permits.** Grantee shall obtain an excavation permit, and pay the applicable fee therefore, prior to commencing any excavation in the right-of-way. Grantee may obtain an excavation permit by filing a set of excavation plans with the City Engineer, which plans shall be subject to the City Engineer's review and approval. The excavation plans shall show the location of the proposed excavation, as well as the location of all known existing pipes, sewers, conduits, improvements and other facilities in or under any Street or public property in which the franchise property is located with an adequate description of the proposed work, including an estimate of the duration of the interference with any street traffic. The issuance of any excavation permit for the repair, modification or replacement of a pipeline for the transmission of flammable or combustible liquids, gases or hazardous materials, shall be as prescribed by the Fire Chief of the Los Angeles County Fire Department in accordance with Chapter 13.14 of the South Gate Municipal Code.

A) Where it is necessary to lay underground pipes through, under or across any portion of a paved or macadamized street, such work, where practicable and economically feasible, shall be done by a tunnel or bore so as not to disturb the foundation of such paved or macadamized street. If the same cannot be done, or if it is necessary to cut the street in order to access existing pipes and appurtenances, such work shall be done pursuant to an excavation permit, as provided in this Section 8, to be issued by the City Engineer upon application, therefore.

B) All work shall be subject to inspection by the City Engineer. All street coverings or openings, valves, vaults and manholes shall at all times be kept flush with the surface of the streets; provided, however, that vents for underground vaults and manholes may, subject to the prior approval of the City Engineer, extend above the surface of the streets when such vents are located in parkways, between the curb and the property line. Grantee shall provide adequate traffic safety barriers, signs, devices and traffic safety warning

equipment in accordance with City ordinances, rules or regulations, and shall comply with such additional safety measures as the City Engineer may direct.

**SECTION 9: Emergency Procedures.**

A) Grantee shall develop and maintain an emergency response plan, satisfactory to the City Engineer, which covers all franchise operations within the City. The initial draft of that emergency response plan shall be delivered to the City Engineer not later than the Effective Date. In general, an emergency response plan meeting the requirements of Federal and State law and containing the information contained in this section shall be acceptable. The emergency response plan shall include a 24-hour notification program and proof of arrangements capable of providing emergency response services, including but not limited to traffic control, street excavation, pipeline repair, and supplies and services as necessary, within two (2) hours of notification of any problem, and such other information as the City Engineer shall reasonably require. Repairs to a public street, alley or parkway shall be completed within seventy-two (72) hours unless otherwise authorized by the City Engineer. The City Engineer shall be notified ten (10) days in advance of any proposed change in such arrangements.

B) Whenever any Pipeline or Appurtenance breaks or leaks so as to cause the release of oil or products thereof into the public right-of-way, Grantee, and any other person using or controlling the Pipeline or Appurtenance, shall immediately notify the City's Police Department and Public Works Department and shall implement precautionary safety measures including traffic control, system shutdown, valve closures, and public notification. In the event of an emergency which threatens life, health, safety or property, and where it is not possible to obtain an excavation permit prior to commencement of the work, the Grantee may commence such work; provided, however, that within seventy-two (72) hours thereafter Grantee shall make application to the City Engineer for an excavation permit in accordance with the procedures specified herein. The City Engineer may impose conditions upon the issuance of the excavation permit, and all work shall be subject to inspection. Adequate traffic safety barriers shall be maintained at all times, and any damaged portion of the Street shall be restored to its original condition.

C) If any portion of any Street, or any other City property or public property, is damaged by reason of defects in the Pipeline and Appurtenances, or any portion thereof, or by reason of any other cause attributable to or arising from the operation of the Pipeline and Appurtenances, the Grantee shall, at its sole cost and expense, immediately repair all damages and restore the Street and such other property to the condition existing before such damage occurred. All such work shall be done under the direction of the City Engineer, and to the reasonable satisfaction of the City Engineer. Grantee shall repair such damage and restore the Street and such other property within three (3) working days after written demand therefore by the City Engineer, or such other period as the City Engineer may authorize when required for the protection of the public health and safety.

D) If Grantee, after reasonable notice, fails or refuses to pave, surface, grade, repave, resurface, repair or regrade as required by the provisions of this Franchise, the City may cause the work to be done and shall keep an itemized account of all costs, including

reasonable administrative overhead expenses. Grantee shall pay such costs to City within thirty (30) days after presentation to Grantee of an itemized account of such costs.

**SECTION 10: Records.**

A) Grantee acknowledges that the City's records may not be complete and that pipelines and appurtenant structures unrelated to the Pipeline, and previously unknown to City, are frequently discovered. Consequently, by granting this Franchise or by approving any excavation permit requested by Grantee, the City does not warrant the accuracy of information supplied to the Grantee by the City regarding the location or existence of other facilities. Nothing herein shall be deemed to make the City, or any officer, agent or employee of the City, responsible or liable to the Grantee or to any other person by virtue of the City's approval of excavation permits and/or plans, regardless of whether any information is supplied by the City to the Grantee pertaining to the location of existing pipes, facilities or other improvements on, in or under any Street or other public property.

B) Grantee shall keep and preserve within the County of Los Angeles for a period of ten (10) years, subsequent to the date of the most recent franchise fee determination as ascertained by an audit made by the City or on its behalf, all the records necessary to determine the amount of such franchise fee.

C) At all reasonable times, Grantee shall permit the City or its duly authorized representative to examine the Pipeline and Appurtenances and, with the exception of records or other materials containing confidential or proprietary information, to examine and transcribe any and all books, accounts, papers, maps, and other records kept or maintained by the Grantee or under its control and associated with the Pipeline and Appurtenances and/or the financial condition of the Grantee with respect thereto.

**SECTION 11 Early Termination of Franchise.**

A) If Grantee shall fail, neglect or refuse to comply with any of the provisions or conditions of this Franchise, and shall not, within thirty (30) days after written demand for compliance, begin the work of compliance, or after commencing such compliance shall fail to prosecute the same with due diligence to completion, then the City, acting by and through its legislative body, may declare this Franchise forfeited.

B) If Grantee voluntarily surrenders, abandons, assigns, transfers, sells or leases the Franchise without the prior express written consent of the City (which consent shall not be unreasonably withheld), the City may terminate this Franchise.

C) The Franchise shall automatically terminate if another governmental entity acquires by eminent domain the Streets beneath which the Pipelines and Appurtenances are located.

D) In the event of noncompliance by Grantee with any of the conditions hereof, the City may, in addition to all other remedies provided for herein, bring suit for the forfeiture or termination of this Franchise.

**SECTION 12: Removal or Abandonment of Facilities.**

A) At the expiration, revocation or termination of this Franchise or of the permanent discontinuance of the use of all or a portion of the Pipeline or Appurtenances, the Grantee shall, within thirty (30) days thereafter, make written application to the Director of Public Works for authority either to: (1) abandon all or a portion of such facilities in place; or (2) remove all or a portion of such facilities. Such application shall describe the facilities desired to be abandoned, their location with reference to City highways, and shall describe with reasonable accuracy the physical condition of such facilities. The Director of Public Works shall determine whether any abandonment or removal which is thereby proposed may be affected without detriment to the public interest and under what conditions such proposed abandonment or removal may be affected. He or she shall then notify Grantee of his or her determinations.

B) Within thirty (30) days after receipt of such notice, Grantee shall apply for a permit from the Public Works Department to abandon or remove the Pipeline and Appurtenances (or portion thereof, as appropriate).

C) Grantee shall, within ninety (90) days after obtaining such permit, commence the work authorized by the permit, and shall thereafter diligently prosecute that work to completion.

**SECTION 13: Effective Date.** This Ordinance shall take effect and be in force on the date ("**Effective Date**") which is the latter of (a) thirty (30) days after its adoption, or (b) the date when Grantee files written acceptance of the Franchise with the South Gate City Clerk in accordance with Public Utilities Code Section 6235.

**SECTION 14: Posting of Ordinance.** The City Clerk shall certify the adoption of this Ordinance and shall cause same to be published as required by law.

[Remainder of page left blank intentionally]

**PASSED, APPROVED** and **ADOPTED** this **9th** day of **June 2026**.

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

DRAFT

By: _____
Raúl F. Salinas, City Attorney

**SOUTH GATE PRESS**

1007 N SEPULVEDA BLVD STE 1357, MANHATTAN BEACH, CA 90266
Telephone (323) 556-5720 / Fax (213) 834-0684

This space for filing stamp only

Office of the
South Gate City Clerk

APR 27 2026

FILED

Yodit Glaze, City Clerk
CITY OF SOUTH GATE /CITY CLERK
8650 CALIFORNIA AVE
SOUTH GATE, CA - 90280

WWA#: 4036171

# PROOF OF PUBLICATION

(2015.5 C.C.P.)

State of California )
County of LOS ANGELES ) ss

Notice Type: HRG - NOTICE OF HEARING

Ad Description:
Torrance Pipeline Company, LLC

I am a citizen of the United States and a resident of the State of California; I am over the age of eighteen years, and not a party to or interested in the above entitled matter. I am the principal clerk of the printer and publisher of the SOUTH GATE PRESS, a newspaper published in the English language in the city of SOUTH GATE, county of LOS ANGELES, and adjudged a newspaper of general circulation as defined by the laws of the State of California by the Superior Court of the County of LOS ANGELES, State of California, under date 04/19/1929, Case No. 273415. That the notice, of which the annexed is a printed copy, has been published in each regular and entire issue of said newspaper and not in any supplement thereof on the following dates, to-wit:

04/23/2026

Executed on: 04/23/2026
At Los Angeles, California

I certify (or declare) under penalty of perjury that the foregoing is true and correct.

Signature

* A 0 0 0 0 0 7 3 8 0 3 8 6 *

Email

**CITY OF SOUTH GATE**
**NOTICE OF PUBLIC HEARING**

**NOTICE IS HEREBY GIVEN**that the City Council of South Gate, California will conduct a public hearing to introduce an Ordinance granting a five (5) year franchise to Torrance Pipeline Company, LLC, to use, maintain, repair and replace a single pipeline beneath specified public streets, together with related appurtenances, for transmitting and distributing petroleum products.

Torrance Pipeline Company, LLC, and its successors and assigns will, during the life of the franchise, pay to the City the percentage specified in the proposed Ordinance, that the percentage will be paid annually from the date of the granting of the franchise, and in the event such payment is not made the franchise will be forfeited. A copy of the proposed Ordinance can be reviewed in the City Clerk's office during normal business hours.

**DATE:** Tuesday, May 12, 2026
**TIME:** 6:30 p.m.
**LOCATION:**
Council Chambers
South Gate City Hall
8650 California Avenue
South Gate, CA 90280

**NOTICE IS HEREBY GIVEN** that any and all persons interested in the matter herein above set forth are privileged to attend said hearing and then there testify or present evidence upon any matter relating thereto.

**NOTICE IS HEREBY GIVEN** by order of the City Clerk of said City and is dated April 23, 2026.
/s/Yodit Glaze, City Clerk
4/23/26
**WWA-4036171#**
**SOUTH GATE PRESS**

Office of the
South Gate City Clerk

APR 21 2026

FILED

**CITY OF SOUTH GATE**

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| | |
|---|---|
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NOTICE IS HEREBY GIVEN by order of the City Clerk of said City and is dated April 23, 2026.

Yodit Glaze, City Clerk

Publication date: Thursday, April 23, 2026

Account Number: 100-701-31-6302

**DEPARTMENT OF FORESTRY AND FIRE PROTECTION**
3780 Kilroy Airport Way, Suite 500
Long Beach, California 90806
(562) 497-0350
Website: www.fire.ca.gov

February 10, 2026

Kenneth Tang, P.E.
Senior Civil Engineer
City of South Gate
Department of Public Works
8650 California Avenue
South Gate, California 90280

**SUBJECT: TORRANCE PIPELINE COMPANY, LLC – M-145 (OSFM PLID #0205)**

Dear Kenneth Tang,

The Department of Forestry and Fire Protection (CAL FIRE) – Office of the State Fire Marshal (OSFM) confirms that Torrance Pipeline Company, LLC is in compliance with the Federal and State laws and regulations regarding the operations and maintenance of the below referenced pipeline in the City of South Gate.

Torrance Pipeline Company, LLC (TPLC) operates the M-145 line (OSFM PLID #0205) within the City of South Gate. The TPLC's M-145 line flows from Torrance meter station to Torrance Vernon Terminal with a connection to Kinder Morgan Watson Station. The M-145 line (OSFM PLID #0205) consists of 12.75" in diameter and is 18.26 miles in total length. TPLC is required to maintain and inspect the above referenced pipeline pursuant to the California Pipeline Safety Act and the U.S. Department of Transportation Code of Federal Regulations. CAL FIRE - Office of the State Fire Marshal (OSFM), Pipeline Safety Division completed several inspections of OSFM PLID #0205 between October 2021 and February 2026 and identified the following violation of state or federal laws and regulations at the company level in July 2023:

- PBF's IMP Manual did not establish an adequate written EFRD procedure in accordance with 49 C.F.R. §195.452(i)(4) as required by §195.452(f)(6). An amended procedure was reviewed by the OSFM.
- PBF's IMP Manual did not establish an adequate written procedure for risk analysis criteria in accordance with 49 C.F.R. §195.452(i)(2) as required by §195.452(f)(6). An amended procedure was reviewed by OSFM.

Additionally, the following items of concern were identified at the company level in July 2023:

- PBF's Section 5.5.1.3 of its Integrity Management Program (IMP) Plan requires Consultant/Contractors to be Level III certified per ASNT ILI-PQ-2010. A contractor

Docusign Envelope ID: 941934B1-E782-4F8F-B8E2-8023481E15E5



for PBF reviewed the last assessment results of its Torrance-SWT 2 and the record indicates that he does not have Level III Certification.

- PBF performed an in-line inspection (ILI) of its Torrance-SWT 2 on 12/09/2021 and received the final report from the ILI vendor on 2/09/2022, which is 62 days from the date of assessment. It is our understanding that PBF declared the date of discovery on 6/07/2022, which is 180 days from the date of assessment.

- PBF conducted annual pipeline risk evaluation/implementation on 8/02/2022. PBF should have updated the risk analysis for the Grapevine to Lebec pipeline segment to include the newly identified threat, which is stress corrosion cracking (SCC), and calculated the new risk score of the subject line because the Grapevine to Lebec pipeline segment experienced a release on 11/19/2020.

No violations were identified on OSFM PLID #0205 at the time of inspection.

State and federal pipeline regulations require each pipeline operator to continually assess the pipeline integrity at established time intervals. The OSFM records indicate that TPLC's M-145 line (OSFM PLID #0205) was last internally inspected on August 20, 2024.

If you have any questions regarding inspections of this operator, please do not hesitate to contact the OSFM, Pipeline Safety Division at (562) 497-0350.

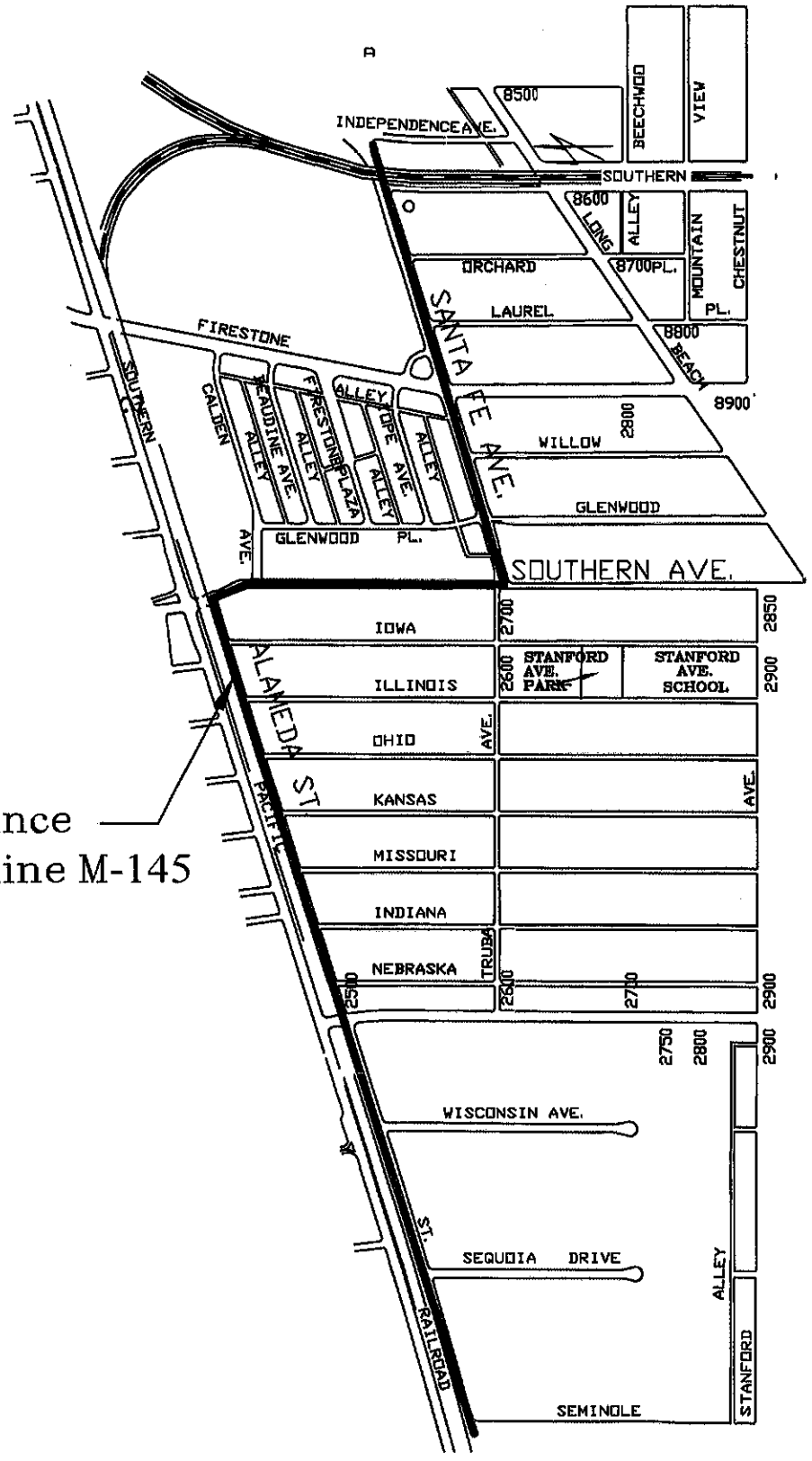
Sincerely,

DocuSigned by:
James Hosler
980F8D3AE95C42E...

JAMES HOSLER
Assistant Deputy Director
Chief of Pipeline Safety and CUPA Programs

Attachment D

# TORRANCE PIPELINE COMPANY LLC




May 26, 2026

Office of the
South Gate City Clerk

JUN - 4 2026

FILED

1:38pm

# Item No. 7

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Public Works**

***Department Director:*** Arturo Cervantes *Arturo Cervantes* ***City Manager:*** Rob Houston *Rob Houston*

**SUBJECT: RESOLUTION ADOPTING THE LOCAL STREETS AND ROADS FUNDING PROGRAM PROJECT LIST FOR FISCAL YEAR 2026/27 TO COMPLY WITH SENATE BILL 1 REQUIREMENTS**

**PURPOSE:** To approve the Local Streets and Roads Funding Program Project List to fulfill the State's requirement to program Senate Bill 1 ("SB1") funds, which is estimated the City would receive $2,608,180 in Fiscal Year 2026/27.

**RECOMMENDED ACTION:** The City Council will consider adopting a Resolution adopting the Local Streets and Roads Funding Program Project List for Fiscal Year 2026/27 to program (a) $350,000 in Senate Bill 1 funds for the Annual Sidewalk Grinding Program, (b) $1,450,000 in Senate Bill 1 funds for the Citywide Residential Resurfacing Phase V, (c) $408,180 in Senate Bill 1 funds for the Citywide Residential Resurfacing Phase VI, and (d) $400,000 in Senate Bill 1 funds for the Citywide Sidewalk Improvements Phase XI, for a grant total of $2,608,180 in Senate Bill 1 funds.

**FISCAL IMPACT:** There is no impact to the General Fund. The $2,608,180 Fiscal Year 2026/27 Senate Bill 1 funding allocation is proposed to be programmed as follows:

| Project Title | SB 1 Funds | Fiscal Year | Account No. | Estimated Useful Life |
|---|---|---|---|---|
| Annual Sidewalk Grinding Program | $350,000 | 2026/27 | TBD | 10 Years |
| Citywide Residential Resurfacing Phase V | $1,450,000 | | | 20 Years |
| Citywide Residential Resurfacing Phase VI | $408,180 | | | 20 Years |
| Citywide Sidewalk Improvements Phase XI | $400,000 | | 311-790-39-9486 | 15 Years |
| **Total** | **$2,608,180** | | | |

**ANALYSIS:** The City receives SB1 funding annually from the State of California. The State requires recipient agencies to annually program SB1 funds by adopting a resolution that approves a project list known as the Local Streets and Roads Funding Program Project List ("Project List"). The Project Lists consists of qualifying projects as defined in the Senate Bill 1 Guidelines.

According to the guidelines, qualifying projects include Road Maintenance Rehabilitation, Safety Projects, Railroad Grade Separations, Complete Streets Components (including active transportation purposes, pedestrian and bicycle safety projects, transit facilities, drainage and stormwater capture projects in conjunction with any other allowable project), and Traffic Control Devices.

The Resolution before the City Council meets this requirement. The Project List includes qualifying projects that focus on fixing roads and sidewalks on residential streets, for a total of $2,608,180.

**BACKGROUND:** SB1 was approved by the Governor in 2017 and is known as the Road Repair and Accountability Act of 2017. SB1 provides funding to address basic road maintenance, rehabilitation, and critical safety needs on both the state highway and local streets and road systems. Annually, the program allocates over $230 Million statewide of which the City receives an annual allocation.

To meet SB1 guidelines, the City must approve a Project List by way of City Council Resolution to receive annual program funds. Staff are recommending that the $2.6 Million in SB1 funding allocation for Fiscal Year 2026/27 be programmed as follows.

- Annual Sidewalk Grinding Program: The project is proposed to be included in the City's 5-Year Capital Improvement Program for Fiscal Year 2026/27, to repair sidewalks on residential streets. Design and construction are scheduled to be completed in FY 2026/27. The streets to be included in the project will be selected during the design phase. It is recommended that $350,000 be programmed for the design and construction phases.
- Citywide Residential Resurfacing, Phase V: The project is a part of the City's 5-Year Capital Improvement Program to repair road pavements and sidewalks on residential streets. It is recommended that $1,450,000 be programmed for the construction phase. The streets to be included in the project are selected during the design phase in accordance with the City's Pavement Management System.
- Citywide Residential Resurfacing, Phase VI: The project is a part of the City's 5-Year Capital Improvement Program to repair road pavements and sidewalks on residential streets. A total of $408,180 is recommended to be programmed on the project to begin the design phase.
- Citywide Sidewalk Improvements Phase XI: The project is a part of the City's 5-Year Capital Improvement Program to repair road pavements and sidewalks on residential streets. It is recommended that $400,000 be programmed for the design and construction phases. Design and construction are scheduled to be completed in FY 2026/27. The streets to be included in the project will be selected during the design phase.

**ATTACHMENTS:**
A. Proposed Resolution
B. Proposed Local Streets and Roads Funding Program Project List
C. FY 2026/27 SB-1 Revenue Projections
D. Senate Bill No.1 (Available for review in the City Clerk's office)

**RESOLUTION NO. _____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, ADOPTING THE LOCAL STREETS AND ROADS FUNDING PROGRAM PROJECT LIST FOR FISCAL YEAR 2026/27 TO PROGRAM SENATE BILL 1 FUNDS, IN COMPLIANCE WITH ITS REQUIREMENTS**

**WHEREAS**, Senate Bill 1 (SB 1"), the Road Repair and Accountability Act of 2017 (Chapter 5, Statutes of 2017), was passed by the Legislature and signed into law by the Governor in April 2017 to address the significant multi-modal transportation funding shortfalls statewide;

**WHEREAS**, SB 1 includes accountability and transparency provisions that will ensure the residents of the City are aware of the projects proposed for funding in our community and which projects have been completed each fiscal year;

**WHEREAS**, the City must adopt by resolution the Local Streets and Roads Funding Program Project List to receive Fiscal Year 2026/27 funding from the Road Maintenance and Rehabilitation Account (RMRA), created by SB 1, which must include a description and the location of each proposed project, a proposed schedule for the project's completion, and the estimated useful life of the improvement;

**WHEREAS**, the City, will receive an estimated $2,608,180 in RMRA funding in Fiscal Year 2026/27 from SB 1;

**WHEREAS**, SB 1 funding enables the City to continue essential road maintenance and rehabilitation projects, safety improvements, repair and replace aging bridges, and increase access and mobility options for the traveling public that would not have otherwise been possible without SB 1;

**WHEREAS**, SB 1 revenue will help increase the overall quality of our road system and over the next decade will improve the condition of our streets and roads;

**WHEREAS,** the Public Works Department has prepared the Local Streets and Roads Funding Program Project List consistent with the City's 5-Year Capital Improvement Program and the Pavement Management System to ensure revenues are being prioritized according to established planning documents in a manner that also meets priorities for transportation investment;

**WHEREAS**, the SB 1 Local Streets and Roads Funding Program Project List represents an investment in the City's local streets and roads infrastructure

e with a focus on basic maintenance and safety within residential neighborhoods by repairing road pavement and sidewalks.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** The City Council does hereby declare that the above recitals are true and correct and incorporated herein by reference.

**SECTION 2.** The City Council does hereby adopt the following Local Streets and Roads Funding Program List of proposed projects that will be funded in-part or solely with Fiscal Year 2026/27 Road Maintenance and Rehabilitation Account revenues:

| Project Title | Description | Location | SB 1 Budget | Est. Project Schedule | Est. Useful Life |
|---|---|---|---|---|---|
| Annual Sidewalk Grinding Program | The project will fund construction to grind displaced sidewalks to improve safety for ADA | Selected sidewalk grinding and ADA improvement locations within residential areas generally bounded by Firestone Blvd, Southern Ave, Tweedy Blvd, Long Beach Blvd, Atlantic Ave, Santa Fe Ave, California Ave, Independence Ave, the railroad corridor, and the north and south City limits. Final locations may be adjusted based on ADA needs, field conditions, and available funding. | $350,000 | Complete Construction June 2027 | 10 Years |
| Citywide Residential Resurfacing, Phase V | This project will fund construction to rehabilitate streets & repairs sidewalks for ADA | Selected residential street resurfacing and related sidewalk repair locations within residential areas generally bounded by Firestone Blvd, Southern Ave, Tweedy Blvd, Long Beach Blvd, Atlantic Ave, Santa Fe Ave, California Ave, Independence Ave, the railroad corridor, and the north and south City limits. Final street limits may be refined during design and construction based on field conditions, utility conflicts, pavement conditions, and available funding. | $1,450,000 | Complete Construction March 2027 | 20 Years |

| | | | | | |
|---|---|---|---|---|---|
| Citywide Residential Resurfacing, Phase VI | This project will fund design for the rehabilitation of streets & repairs sidewalks for ADA | CITYWIDE | $408,180 | Complete Design March 2027 | 20 Years |
| Citywide Sidewalk Improvements, Phase XI | This project will fund construction to repair sidewalks for ADA | Selected sidewalk repair and ADA improvement locations within residential areas generally bounded by Firestone Blvd, Southern Ave, Tweedy Blvd, Long Beach Blvd, Atlantic Ave, Santa Fe Ave, California Ave, Independence Ave, the railroad corridor, and the north and south City limits. Final locations may be adjusted based on ADA needs, field conditions, utility conflicts, and available funding. | $400,000 | Complete Construction June 2027 | 15 Years |

[Remainder of page left intentionally blank]

**SECTION 3.** The City Clerk shall attest to and certify the passage and adoption of the Resolution which shall be effective upon its adoption.

**PASSED, APPROVED** and **ADOPTED** this **9th** day of **June 2026**.

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: DRAFT _____
Raúl F. Salinas, City Attorney

CaliforniaCityFinance.com
*The California Local Government Finance Almanac*
***Updated January 15, 2026***

### Shared Revenue Estimates: State Revenue Allocations to Cities and Counties

# Local Streets and Roads Estimates: 2025-26, 2026-27 Including Highway Users Tax Account (HUTA) and Road Maintenance and Rehabilitation Account (RMRA)

The state of California imposes per-gallon excise taxes on gasoline and diesel fuel, sales taxes on gasoline and diesel fuel and registration taxes on motor vehicles with allocations dedicated to transportation purposes.[1] The local (city and county) portions of these allocations flow through the Highway Users Tax Account (HUTA), the familiar gasoline tax revenues that have been in place for decades, and the Road Maintenance and Rehabilitation Account (RMRA) which allocates much of the revenue from the Road Repair and Accountability Act of 2017 (SB1 Beall).

State taxes transferred to and allocated through the state Highway Users Tax Account (HUTA) include:

- The per gallon "gasoline tax" and "diesel fuel tax" imposed on the use of vehicle fuels.
- The "use fuel tax," imposed on vendors and users of motor vehicle fuels that are not taxed under either the gasoline or diesel fuel tax, such as liquefied petroleum gas, ethanol, methanol and natural gas (both liquid and gaseous) for use on state highways. Use Fuel Tax rates vary depending on the type of fuel.
- Variable rate per gallon gasoline diesel fuel excise taxes imposed in 2010-11 in a complicated arrangement known as the "fuel tax swap." This rate replaced the previous Proposition 42 sales tax on gasoline.

Transportation taxes allocated to cities and counties through the Road Maintenance and Rehabilitation Account (RMRA) established by the Road Repair and Accountability Act of 2017 (SB1 Beall) include:

- An additional 12 cent per gallon increase to the gasoline excise tax effective November 1, 2017 with annual inflation adjustments beginning July 1, 2020.
- An additional 20 cent per gallon increase to the diesel fuel excise tax effective November 1, 2017 with half of the revenues going to the state Trade Corridor Enhancement Account (TCEA) and half to the RMRA. Annual inflation adjustments beginning July 1, 2020.
- An additional vehicle registration tax called the "Transportation Improvement Fee" with rates based on the value of the motor vehicle effective January 1, 2018 with annual inflation adjustments beginning July 1, 2020.
- An additional $100 vehicle registration tax on zero emissions vehicles of model year 2020 or later effective July 1, 2020 with annual inflation adjustments beginning July 1, 2021.

The Road Repair and Accountability Act of 2017 (SB1 Beall) also adopted annual inflationary adjustments beginning July 1, 2020 to all per-gallon motor vehicle fuel excise taxes including the rates allocated through the Highway Users Tax Account (HUTA).

[1] Taxes on aircraft jet fuel are transferred to the state Aeronautics Account.

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# Highway Users Tax Account (HUTA)

## Revenue Allocations – Streets & Highways Code Sec 2103-2108 "HUTA"

Cities and counties receive revenue from the motor vehicle fuel taxes imposed pursuant to Revenue and Taxation Code Section 7360(a) and (b) through the Highway User Tax Account under the following formulas outlined in the Streets and Highways code and illustrated in Figure 1.

**Section 2104.** Section 2104 allocates funds to counties with designated allotments for engineering and administration, snow removal, heavy rainfall / storm damage as well as county streets, roads and public mass transit guideways and facilities.

**Section 2105.** Section 2105(a) allocates 11.5 percent of the tax revenues in excess of 9 cents per gallon (i.e. the Proposition 111 rate) monthly among counties based on population.

Section 2105(b) allocates 11.5 percent of the tax revenues in excess of 9 cents per gallon (i.e. the Proposition 111 rate) monthly among cities based on population.

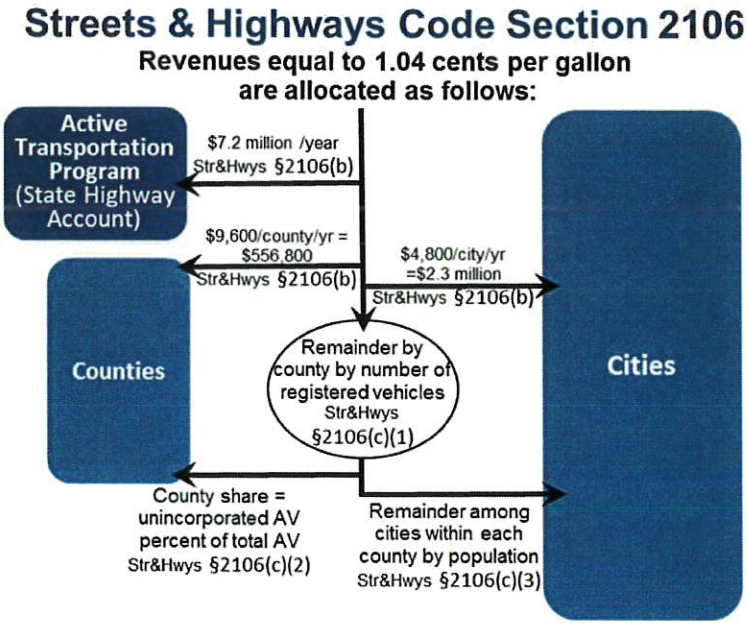
**Section 2106.** Revenues equal to 1.04 cents per gallon are allocated as follows:

a. $7.2 million per year to the State Bicycle Transportation Account.

b. $400 per month to each city ($2,313,600 per year among the 482 eligible cities[2])

c. $800 per month to each county ($556,800 per year among the 58 counties)

d. The residual amount to each county and the cities in that county based on registered vehicles. In each county, from this amount, the county receives an allotment based on the share of assessed value of the county which is in the unincorporated area. The remainder is allocated to the cities within the county based on population.




[2] The city of Rolling Hills has only private streets and is therefor not eligible to receive these allocations.

**Section 2107.** This section provides monthly allocations to cities of 1.315 cents per gallon of gasoline, 1.8 cents per gallon of diesel, and 2.59 cents per liquefied petroleum gas (LPG), as follows.

a. Each city with snow removal costs in excess of $5,000 is allocated 50 percent of the cost exceeding $5,000.

b. The remainder is allocated to cities based on population.

**Section 2107.5.** These funds (about $2.7 million per year) are allocated to cities annually in July based on population as follows:

| Streets & Highway Code §2107.5 | |
|---|---|
| City Population | Annual Allocation |
| over 500,000 | $ 20,000 |
| 100,000 to 500,000 | $ 10,000 |
| 50,000 to 99.999 | $ 7,500 |
| 25,000 to 49,999 | $ 6,000 |
| 20,000 to 24,999 | $ 5,000 |
| 15,000 to 19,999 | $ 4,000 |
| 10,000 to 14,999 | $ 3,000 |
| 5,000 to 9,999 | $ 2,000 |
| less than 5,000 | $ 1,000 |

Section 2107.5 funds must be used for engineering costs and administrative expenses related to city streets. Cities with populations under 10,000 may also expend the moneys for street construction or acquisition of street rights-of-way.

## Section 2103 HUTA and the 2010 Gasoline Sales Tax – Excise Tax Swap

In March 2010 as a part of a special budget session called by Governor Schwarzenegger, the Legislature enacted a swap of state sales taxes on gasoline for a gasoline excise tax. Intended to be "revenue neutral," the fuel tax swap provided the Legislature with greater flexibility in the use of funds, in particular relieving the general fund from the cost of state transportation debt service payments. The fuel tax swap:

1. Repealed the state sales tax on gasoline (local rates including the Bradley Burns are NOT affected);
2. Increased the excise tax on gasoline by 17.322 cents and added an annual adjustment mechanism intended to ensure the new excise tax provides, over time, the same amount of revenues expected from the sales tax on gas (no more, no less);
3. Increased the sales tax on diesel by 1.75 percent and allocated 75 percent to local transit agencies and 25 percent to state transit programs. The excise tax on diesel was reduced from 18 cents to 13.6 cents. Sales tax revenues from diesel must go to transit funding.
4. Provided for a specific allocation of the funds among state and local transportation needs.

Revenues from the new Section 2103 excise tax rate are now allocated as follows:

1. State transportation debt service;
2. Remainder allocated:
   a. 44 percent to the State Transportation Improvement Program (STIP);
   b. 12 percent State Highway Operation and Protection Program (SHOPP);
   c. 44 percent evenly split between cities and counties using current HUTA formulas.

Section 2103 funds are allocated to cities on a per capita basis and to counties 75 percent based on the proportion of registered vehicles and 25 percent based on the proportion of maintained county road miles.

The law included expressed legislative intent to fully replace the local streets and road funds cities and counties would have received under Proposition 42 state sales tax on gasoline with allocations from the new higher motor vehicle excise tax (HUTA) rate.

However, the swap created certain revenue effects related to the timing and receipt of revenues. In particular, the law provided that the new excise tax rate be adjusted annually by the BOE to garner an amount of revenues equal to what Prop42 would have provided in the prior year. Thus, the annual Sec 2103 funds were always "looking backward." If the Section 2103 amounts generated less than Prop42 would have, the difference was made up until the following year.

In the years following the swap, there were a number of snafus and changes in interpretation of the Section 2103 allocation. In FY2011-12 SCO allocated more money to cities and counties and did not fully backfill state transportation programs for weight fees that were used for debt service and loans that those funds would have otherwise received. This was contrary to the Legislature's intention, but the statute was not clear. The statute was clarified in the 2013 budget to clarify the original intent of the weight fee swap to fully backfill state transportation funds. [Streets & Highways Code 2103 (a)(1)(D)].

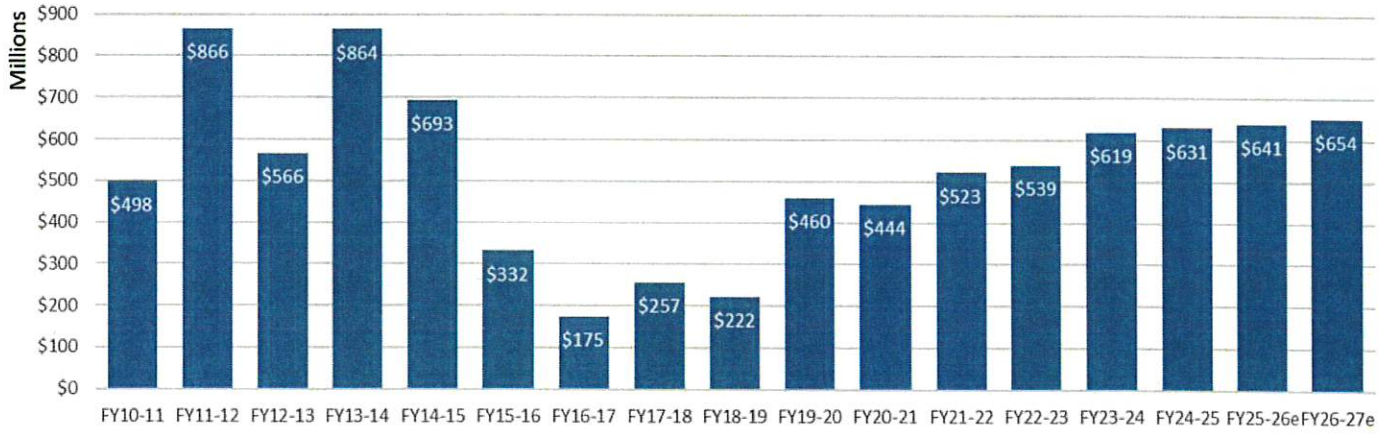
## Changes to HUTA Allocated Rates, Including the Variable Rate by the Road Repair and Accountability Act of 2017 (SB1 Beall)

In addition to increasing various fuel and motor vehicle registration taxes, the Road Repair and Accountability Act of 2017 (SB1 Beall) removed BOE's discretionary rate setting role over the Section 2103 variable rate and reset the variable rate at 17.3 cents per gallon on July 1, 2019, up from the current 11.7 cents. This adjustment more than doubled Section 2103 revenue allocations for FY2019-20 over the prior year.

With regard to diesel fuel taxes, SB1 also eliminated the price-based adjustment mechanism applied to the diesel fuel tax rate.

Since 2020, gasoline and diesel fuel excise tax rates are increased on July 1 by the change in the California Consumer Price Index from the prior year. These include the 18 cent per gallon base rate, the 17.3 percent per gallon rate, the diesel fuel excise tax rate and vehicle registration taxes.

**Streets & Highways Code Section 2103 Variable Gas Tax Allocations to Cities and Counties**



| California Gasoline Excise Tax Rates - Per Gallon | | | | |
|---|---|---|---|---|
| Effective Date | Base Rate | Sec2103 | SB1 Rate | Total |
| July 1, 2015 | $ 0.180 | $ 0.120 | | $ 0.300 |
| July 1, 2016 | $ 0.180 | $ 0.098 | | $ 0.278 |
| July 1, 2017 | $ 0.180 | $ 0.117 | | $ 0.297 |
| Nov 1, 2017* | $ 0.180 | $ 0.117 | $ 0.120 | $ 0.417 |
| July 1, 2019 | $ 0.180 | $ 0.173 | $ 0.120 | $ 0.473 |
| July 1, 2020 | $ 0.192 | $ 0.185 | $ 0.128 | $ 0.505 |
| July 1, 2021 | $ 0.194 | $ 0.187 | $ 0.130 | $ 0.511 |
| July 1, 2022 | $ 0.205 | $ 0.197 | $ 0.137 | $ 0.539 |
| July 1, 2023 | $ 0.220 | $ 0.212 | $ 0.147 | $ 0.579 |
| July 1, 2024 | $ 0.227 | $ 0.218 | $ 0.151 | $ 0.596 |
| July 1, 2025 | $ 0.233 | $ 0.224 | $ 0.155 | $ 0.612 |
| July 1, 2026e | $ 0.241 | $ 0.232 | $ 0.161 | $ 0.634 |

| California Diesel Excise Tax Rates | | | |
|---|---|---|---|
| Effective Date | Base Rate | SB1 Rate | Total |
| July 1, 2017 | $ 0.160 | | $ 0.160 |
| Nov 1, 2017* | $ 0.160 | $ 0.200 | $ 0.360 |
| July 1, 2019 | $ 0.160 | $ 0.200 | $ 0.360 |
| July 1, 2020 | $ 0.171 | $ 0.214 | $ 0.385 |
| July 1, 2021 | $ 0.173 | $ 0.216 | $ 0.389 |
| July 1, 2022 | $ 0.182 | $ 0.228 | $ 0.410 |
| July 1, 2023 | $ 0.196 | $ 0.245 | $ 0.441 |
| July 1, 2024 | $ 0.202 | $ 0.252 | $ 0.454 |
| July 1, 2025 | $ 0.207 | $ 0.259 | $ 0.466 |
| July 1, 2026e | $ 0.214 | $ 0.268 | $ 0.482 |

## Use of Funds: HUTA

The use of local Motor Vehicle Fuel Tax funds is restricted by Article XIX of the California State Constitution and by Streets and Highways Code Section 2101. All Motor Vehicle Fuel Tax funds allocated from the Highway Users Tax Account must be expended for the following:

(a) The research, planning, construction, improvement, maintenance, and operation of public streets and highways (and their related public facilities for nonmotorized traffic), including the mitigation of their environmental effects, the payment for property taken or damaged for such purposes, and the administrative costs necessarily incurred in the foregoing purposes.

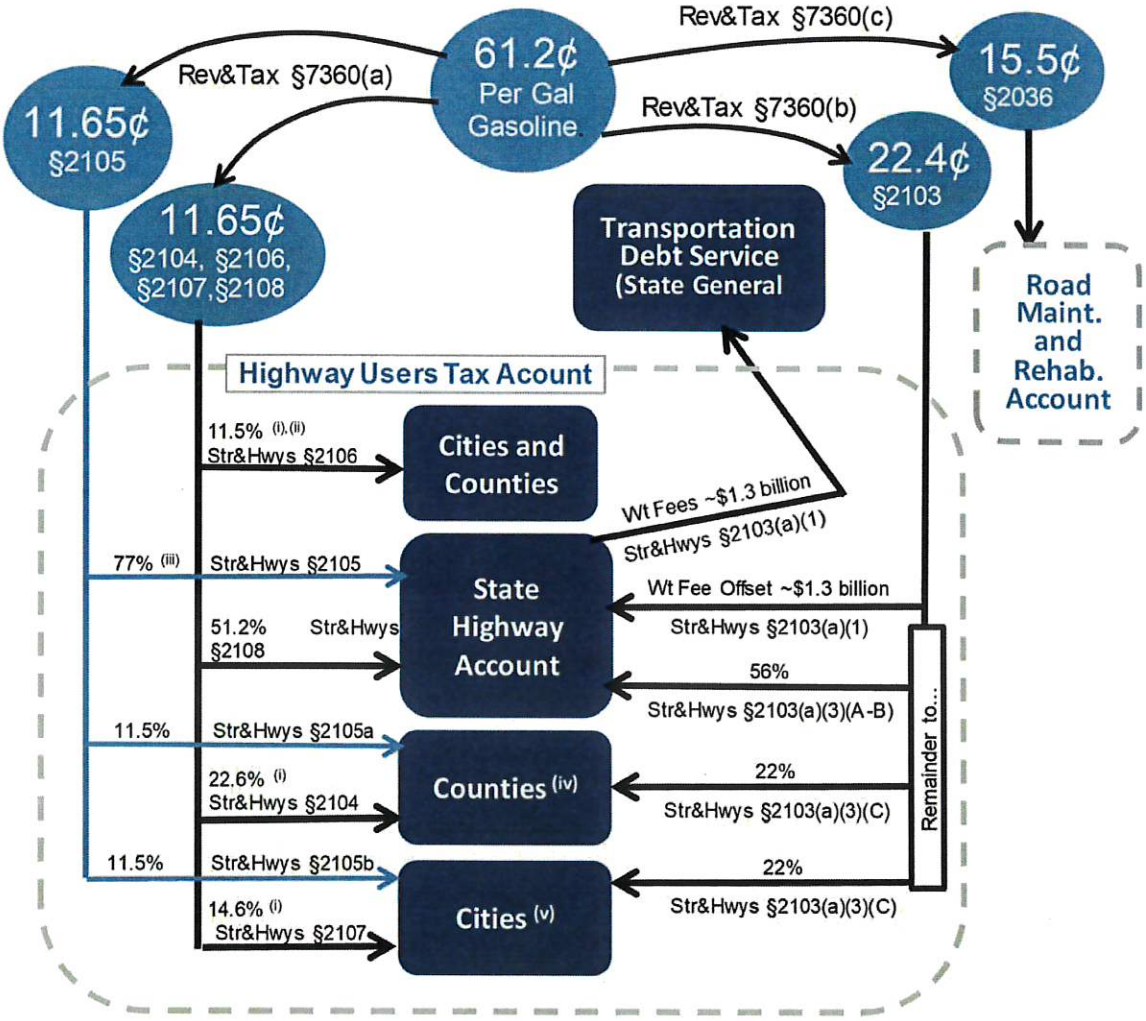
(b) The research and planning for exclusive public mass transit guideways (and their related fixed facilities), the payment for property taken or damaged for such purposes, and the administrative costs necessarily incurred in the foregoing purposes.

(c) The construction and improvement of exclusive public mass transit guideways (and their related fixed facilities), including the mitigation of their environmental effects, the payment for property taken or damaged for such purposes, the administrative costs necessarily incurred in the foregoing purposes, and the maintenance of the structures and the immediate right-of-way for the public mass transit guideways.

(d) The payment of principal and interest on voter-approved bonds issued for the purposes specified above.

# Allocation of Gasoline Excise Tax Revenues

## rates effective July 1, 2025




(i) The 4.39¢ local share of diesel fuel tax is allocated 1.8¢ to counties and 2.59¢ to cities.

(ii) Str&Hwy Code §2106 funds are distributed based on registered vehicles, assessed property valuation, and population.

(iii) A portion of funds in State Highway Account is allocated among counties and cities for Regional Transportation Improvement Programs.

(iv) County apportionments are based on numbers of registered vehicles and county road mileage.

(v) City apportionments are based on population.

(vi) Beginning July 1, 2020 and annually thereafter, these rates are subject to an annual cost-of-living adjustment.

## Three Year State General Fund TCRF Loan Repayment Funds

SB1 stipulated the repayment of $706 million by the state General Fund to transportation funds over three fiscal years: 2017-18, 2018-19, and 2019-20. Under SB1, $75 million was allocated to local streets and roads from repayments of Transportation Congestion Relief Funds (TCRF) in each of these three years. These funds were allocated half to cities and half to counties with the city funds allocated among cities on a per capita basis, the county funds allocated among counties based on numbers of registered vehicles and county road mileage.

These TCRF revenues may be deposited in local HUTA funds.[3] However, these TCRF funds carried slightly different use requirements than HUTA funds. TCRF funds could be expended only for street and highway maintenance, rehabilitation, reconstruction or storm damage repair. For these purposes,

- "Maintenance" means patching and/or overlay and sealing.
- "Reconstruction" includes any overlay, sealing or widening of the roadway, if the widening is necessary to bring the roadway width to the state minimum standards, but does not include widening for the purpose of traffic capacity.
- "Storm damage repair" is repair or reconstruction of local streets and highways and related drainage improvements that have been damaged due to winter storms and flooding, and construction of drainage improvements to mitigate future roadway flooding and damage problems, in those jurisdictions that have been declared disaster areas by the President of the United States.

## Road Maintenance and Rehabilitation Account (RMRA)

### Revenue Allocations – Streets & Highways Code Sec 2031 "RMRA"

The Road Repair and Accountability Act of 2017 (SB1 Beall) represented a significant additional investment in California's transportation systems of over $5 billion per year. The Act increased per gallon fuel excise taxes, diesel fuel sales taxes and vehicle registration taxes, stabilized the problematic price-based fuel tax rates and provided for inflationary adjustments to rates in future years. The Act is more than doubling local streets and road funds allocated through the Highway Users Tax Account (HUTA) and through the Road Maintenance and Rehabilitation Account (RMRA) which it established.

The RMRA receives funds[4] from the following new taxes imposed under the Road Repair and Accountability Act of 2017:

- A 12 cent per gallon increase to the gasoline excise tax effective November 1, 2017.
- A 20 cent per gallon increase to the diesel fuel excise tax effective November 1, 2017, half of which will be allocated to Trade Corridors Enhancement Account (TCEA) with the remaining half to the RMRA.
- A new vehicle registration tax called the "transportation improvement fee," effective January 1, 2018, based on the market value of the vehicle.
- An additional new $100 vehicle registration tax on zero emission vehicles model year 2020 and later effective July 1, 2020.

[3] Note that the "loan repayment" is between the state general fund and state transportation funds. From an accounting standpoint this is NOT a debt repayment to local agencies, it is simply revenue.
[4] In addition, funds from a 4 percent increase in the diesel sales tax to 5.75 percent from the prior 1.75 percent effective November 1, 2017 are allocated to the Public Transportation Account.

- Annual rate increases to these taxes every July 1 (January 1 for the registration fees) for the change in the California Consumer Price Index. The first adjustment made on July 1, 2020 covered CPI change for two years: November 1, 2017 through November 12, 2019.

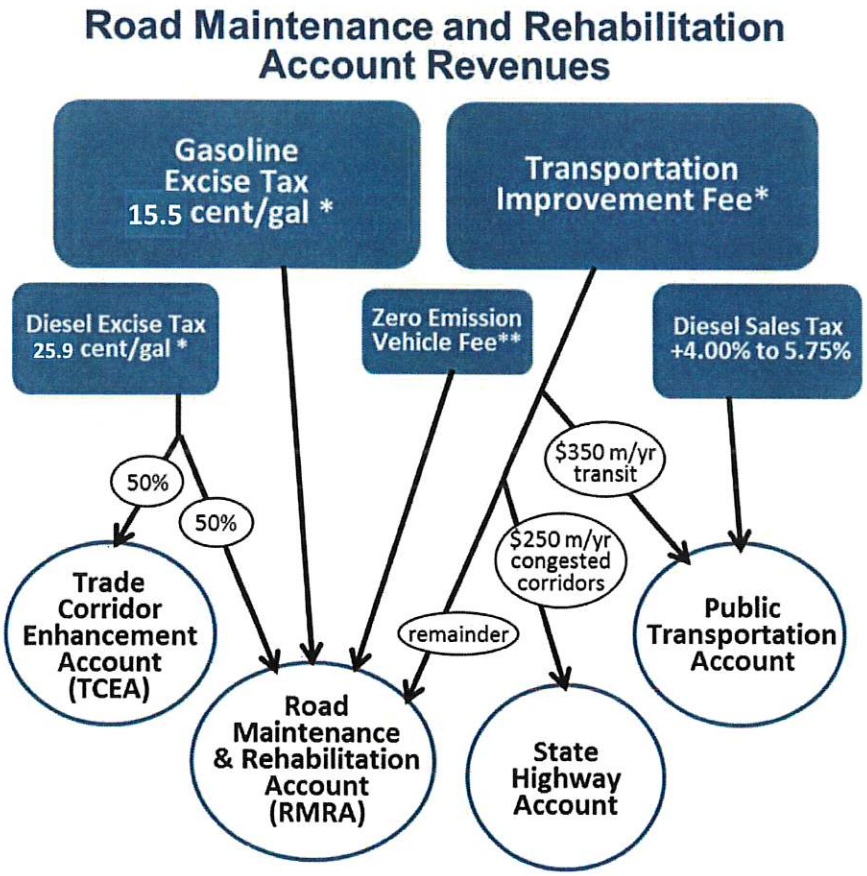
**SB1 Transportation Improvement Fee**

| Vehicle Value | Jan 2018 | Jan 2020 | Jan 2021 | Jan 2022 | Jan 2023 | Jan 2024 | Jan 2025 | Jan 2026 |
|---|---|---|---|---|---|---|---|---|
| 0 - $4,999 | $ 25 | $ 27 | $ 27 | $ 28 | $ 29 | $ 32 | $ 32 | $ 33 |
| $5,000 - $24,999 | $ 52 | $ 54 | $ 55 | $ 56 | $ 59 | $ 65 | $ 65 | $ 66 |
| $25,000 - $34,999 | $ 105 | $ 107 | $ 110 | $ 112 | $ 118 | $ 129 | $ 129 | $ 132 |
| $35,000 - $59,999 | $ 157 | $ 161 | $ 165 | $ 168 | $ 177 | $ 194 | $ 194 | $ 198 |
| $60,000 & over | $ 183 | $ 188 | $ 192 | $ 196 | $ 206 | $ 227 | $ 227 | $ 231 |

**SB1 Road Improvement Fee (RIF)**

| | Jan 2020 | Jan 2021 | Jan 2022 | Jan 2023 | Jan 2024 | Jan 2025 | Jan 2026 |
|---|---|---|---|---|---|---|---|
| ZEV vehicle* | $ 100 | $ 101 | $ 103 | $ 108 | $ 118 | $ 118 | $ 121 |

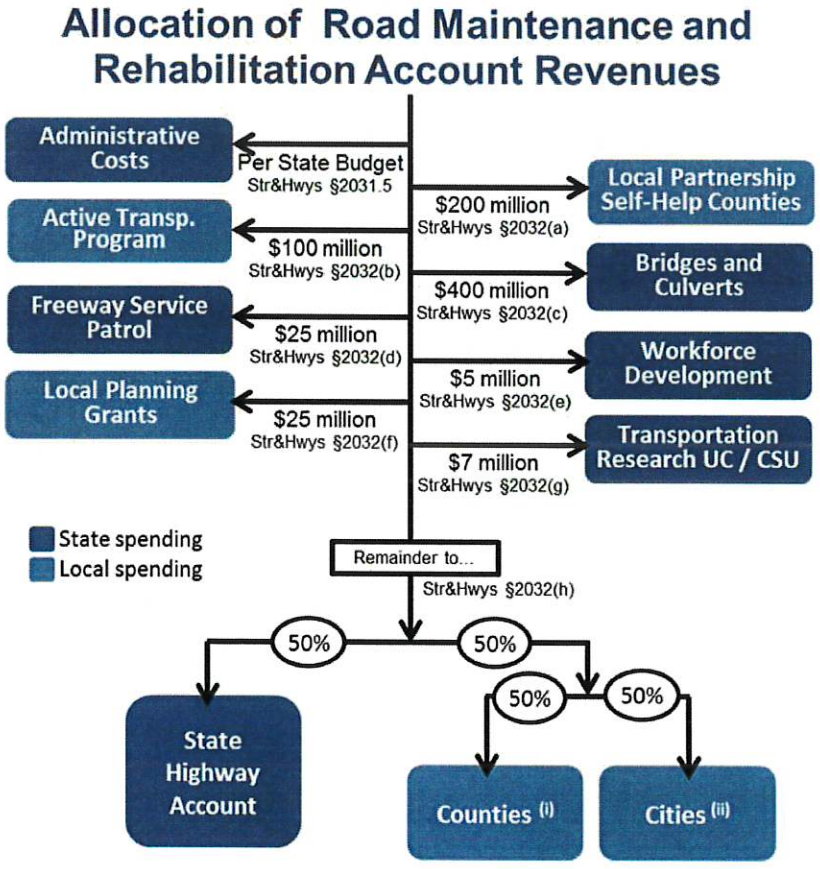
**Zero Emission Vehicles, 2020 or later models.*




* adjusted for inflation annually beginning 7/1/2020
** effective 7/1/2020 adjusted for inflation annually beginning 7/1/2021

The Road Repair and Accountability Act directs the State Controller to allocate, on a monthly basis, fifty percent of the revenues in the RMRA to the State Highway Operation and Protection Program (SHOP) in the State Highway Account and half to cities and counties. But there are a series of specific program allocations, subject to appropriation in the annual state budget, to be taken out first:

1. Administrative costs.
2. $200 million for the State-Local-Partnership Program for existing and aspiring self-help jurisdictions.
3. $100 million annually for the Active Transportation Program for the purpose of encouraging increased use of active modes of transportation, such as biking and walking.
4. $400 million for state bridge and culvert maintenance and rehabilitation.
5. $25 million for the state's Freeway Service Patrol program.
6. $5 million for five years through FY 2021-22 for pre-apprenticeship training programs of the California Workforce Development Board.
7. $25 million for local planning grants to encourage local and regional planning.
8. $7 million for transportation research and transportation-related workforce education, training, and development including $5 million to the University of California and $2 million to the California State University.




(i) County apportionments are based on numbers of registered vehicles and county road mileage.
(ii) City apportionments are based on population.

## Use of Funds: RMRA [Streets and Highways Code Section 2030]

The use of RMRA local streets and roads funds is similar but, not identical, to HUTA use rules. Pursuant to Streets and Highways Code Section 2030, RMRA local streets and roads allocations must be used for projects "that include, but are not limited to," the following

- Road maintenance and rehabilitation
- Safety projects
- Railroad grade separations
- Traffic control devices
- Complete street components, "including active transportation purposes, pedestrian and bicycle safety projects, transit facilities, and drainage and storm-water capture projects in conjunction with any other allowable project."

RMRA funds may also be used to satisfy a match requirement for projects eligible for state or federal funds.

SB1 also contains non-obligatory intent language regarding the use of funds. "To the extent possible and cost effective," cities and counties are to use a use:

- advanced recycling techniques that reduce greenhouse gas emissions;
- automotive technologies, ZEV fueling, infrastructure-to-vehicle;
- communications autonomous vehicle systems;
- resiliency re climate change, fires, floods, sea level rise; and
- complete street elements, access for bicycles, pedestrians.

If a city or county has an average Pavement Condition Index that meets or exceeds 80, the city or county may spend its RMRA funds on transportation priorities other than these. [Streets and Highways Code Sec 2037]

## Maintenance of Effort: RMRA [Streets and Highways Code Sec 2036]

The Road Repair and Accountability Act contains a local agency maintenance of effort (MOE) requirement that applies to funds allocated through the RMRA. The Act states that the MOE requirement is to ensure that these new roads funds do not supplant existing levels of city and county general revenue spending on streets and roads. The MOE for the receipt of RMRA funds state that a city or county must maintain general fund spending for street, road, and highway purposes at no less than average of 2009–10, 2010–11, and 2011–12 years. In making this calculation an agency may exclude one-time funds. A city or county that fails to comply in a particular year may make it up with in additional expenditures in the following year.

The Act provides that the State Controller may perform audits to ensure compliance with these MOE rules. If the State Controller determines that a city or county has not met its MOE, the agency will be required to reimburse the state for the funds it received during that fiscal year. However, a city or county that fails to comply in a particular fiscal year may expend during that fiscal year and the following fiscal year a total amount that is sufficient to comply. Any funds withheld or returned as a result of a failure to comply will be reapportioned to the other counties and cities whose expenditures are in compliance.

For further guidance, see the State Controller's "*Guidelines Relating to Gas Tax Expenditures for Cities and Counties*."

## Spending Plans and Reports: RMRA [Streets and Highways Code Sec 2034]

The Road Repair and Accountability Act stipulates that, prior to receiving RMRA funds in a fiscal year, a city or county must submit to the California Transportation Commission (CTC) a project list pursuant to an adopted budget. The list must include for each project: description, location, schedule, useful life. [Streets and Highways Code Sec 2034(a)]

The Road Repair and Accountability Act also requires that a city or county submit to the CTC an annual report of project completion in order to receive RMRA funds. The report must include descriptions of all projects for which RMRA funds were expended including: description, location, funds expended, completion date, estimated useful life of the project.

## Budgeting and Accounting for RMRA Funds: The ~60 Day Delay

The allocation of Road Maintenance and Rehabilitation Account (RMRA) revenues to cities and counties takes many weeks. It takes the State Controller's Office roughly 30 to 60 days from the time of revenue collection by the state, through the various statutory set asides to distribute the funds to cities and counties in monthly allocations. Consequently, the estimates shown in this report are for revenues collected for July through June are not received on a cash basis by local agencies until September through August. That is, for example, the FY2022-23 figure for your agency is revenues collected in and for July 2022 through June 2023 but distributed in monthly allocations September 2022 through August 2023. Cities and counties thus have two choices in the budgeting and accounting of RMRA revenues:

1) apply a 60 day accrual policy to RMRA funds (*recommended*); or
2) adjust RMRA budgets (especially in FY2017-18) to reflect a distributed cash basis.

# Local Streets and Roads (HUTA and RMRA) Revenue Estimates for FY2025-26 and FY2026-27

We have computed revenue estimates for each city and county using a model reflecting the local allocation formulas, latest population figures used by the State Controller for allocations and estimates by the state Department of Finance (DOF) of statewide HUTA and RMRA tax revenues provided with the ***Governor's Proposed 2026-27 Budget (released January 10, 2025)*** and analyses of SB1(Beall), The Road Repair and Accountability Act of 2017. Compared to their May 2025 projections for 2025-26, DOF statewide revenue estimates show a slight (1.6 percent) downward revision in their RMRA estimate and a slight (1.8 percent) upward revision in HUTA estimate for a very slight 0.2 percent overall higher LSR estimate for this year.

Fuel consumption was sharply down during the height of the COVID-19 pandemic but has largely recovered to its prior, slightly declining trajectory. Recently, fuel prices have increased steeply but the price of fuel no longer has a direct effect on local streets and roads revenues because all rates are per gallon, regardless of price.

Despite lower fuel consumption, scheduled rate increases stipulated in SB1 have kept local allocations of revenue growing at a modest pace but this growth is expected to flatten in a few years. Gas tax revenue collections are forecast to increase 2 percent in 2025-26 and again in 2026-27 but to to zero growth by FY 2030-31.

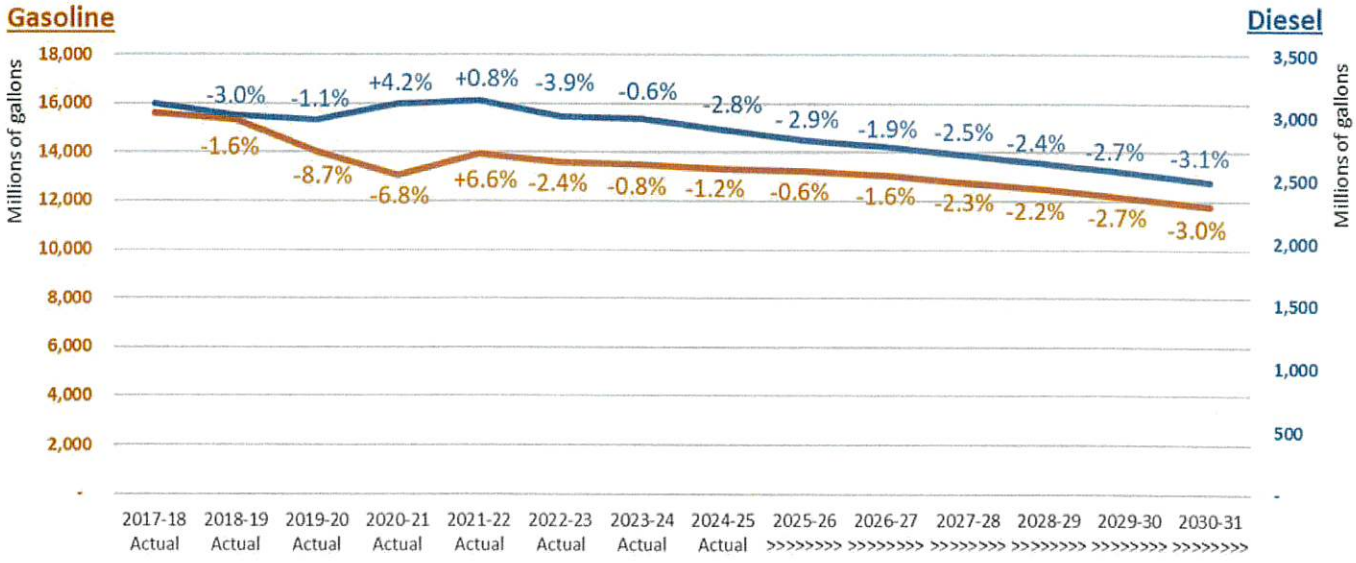
On the other hand, vehicle registration tax revenues from the SB1 vehicle registration tax ("Transportation Improvement Fee") and the zero emission vehicle registration tax ("Road Improvement Fee") are forecast to increase by about 6 percent in 2025-26 and again in 2026-27 and sustain this pace of growth over the five year forecast period.

Total LSR allocations (including HUTA, TCRF, and RMRA) were up 8.1 percent in 2024-25 from the prior year. But as fuel consumption gradually declines, revenue growth will soften. The Department of Finance projects total LSR allocations to cities and counties in 2025-26 will increase by just 1.9 percent. For the budget year FY2026-27, DOF estimates total statewide local streets and roads allocations will grow by 6.0 percent.

## HUTA (Highway Users Tax Account)

HUTA revenues are allocated to cities and counties pursuant to Sections 2103-2107 of the Streets and Highways Code. The per gallon excise tax rates that provide HUTA revenues are adjusted annually on July 1 as described above. Revenue changes depend on the combined effects of 1) these rate adjustments, 2) taxable gallonage, and 3) the relative change of statutory transfers including the "weight fee offset" that pays state transportation bond debt.

Sec2103-2108 HUTA allocations (not including RMRA) grew 2.6 percent in FY2024-25. But HUTA revenue growth is now flattening and will continue to decline. DOF estimates 1.4 percent HUTA growth in current year FY2025-26, leveling off to 1.8 percent growth in budget year FY2026-27.

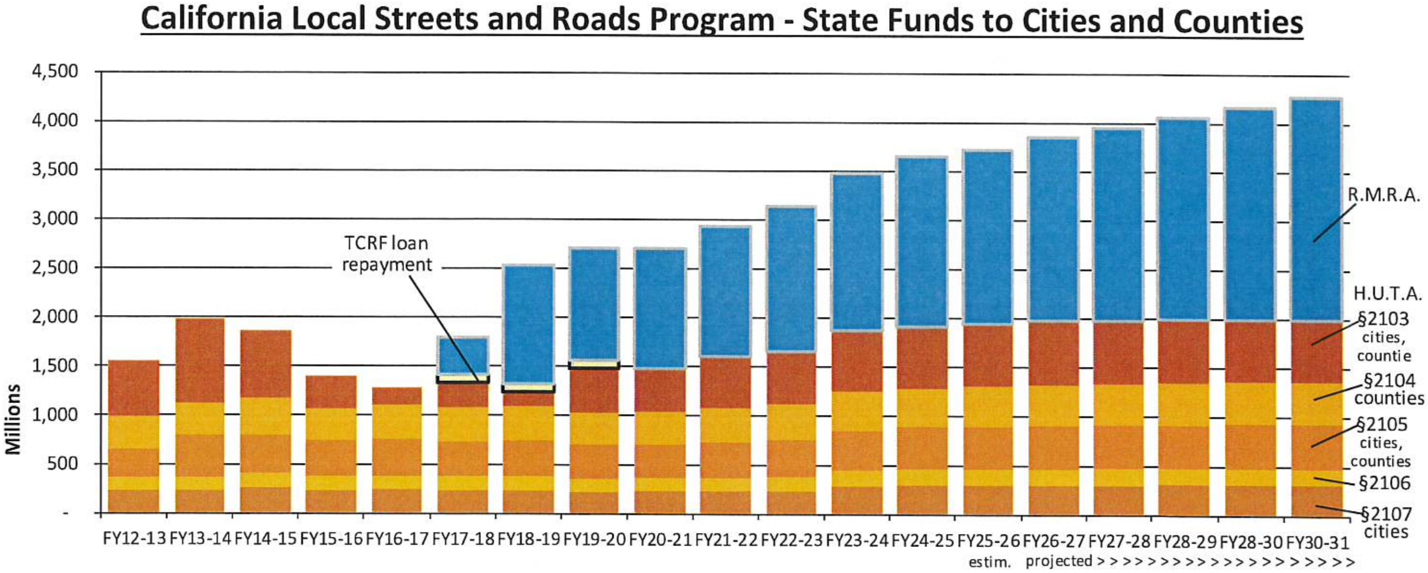



## RMRA (Road Maintenance and Rehabilitation Account)[5]

The Road Repair and Accountability Act (SB1) taxes that provide funding to cities and counties through the RMRA began on November 1, 2017 when the new per-gallon fuel excise taxes took effect. It also includes allocations from the SB1 vehicle registration tax ("Transportation Improvement Fee") and the zero emission vehicle registration tax ("Road Improvement Fee") which are expected to grow more robustly and are not included in the HUTA allocations. Additionally, various fixed-amount statutory allocations are made from the SB1 tax rates prior to the city and county allocations.

[5] Note that RMRA revenues are delayed 60 days from collection to allocation. That is, the revenues for a July 1 to June 30 fiscal year are allocated September 1 through August 31. These are spendable in the fiscal year because your accounting staff "accrues" them back into your fiscal year.

Because of this, city and county RMRA revenues are expected to grow more robustly. DOF estimates 2025-26 revenue will be 1.9 percent higher than 2024-25 actuals and that 2026-27 revenues will grow by 6.0 percent over the current year.




## Looking Ahead: Long Term Estimates of Local Streets and Roads Funding

Since the recovery following the COVID-19 pandemic of 2020, we have seen modest year over year growth in local streets and roads revenues. In future years, as alternative fuel vehicles come more into use, fuel consumption will continue to decline. The SB1 annual cost of living adjustments will help to maintain revenues but we will see decline in revenue growth to below the rate of inflation.

Due to complicated statutory transfers from these revenues before the city and county allocations are made (including the $1.35 billion transfer for state transportation debt service), actual growth in funding allocated to cities and counties varies somewhat among the various categories of local streets and roads allocations and will not exactly mirror total tax collections. Taking all these factors into account, for the purposes of long-term transportation program planning, we estimate transportation allocations to cities and counties will increase in outyears at the following growth rates:

**Estimated Annual Revenue Growth Rate over prior year**

| | 2025-26 | 2026-27 | 2027-28 | 2028-29 | 2029-30 | 2030-31 |
|---|---|---|---|---|---|---|
| HUTA 2103 | 1.6% | 2.0% | -0.9% | -0.2% | -1.6% | -1.2% |
| HUTA 2104 | 3.5% | 1.7% | 1.0% | 1.0% | 0.5% | 0.1% |
| HUTA 2105 | 0.8% | 1.7% | 1.0% | 1.0% | 0.5% | 0.1% |
| HUTA 2106 | 1.4% | 1.7% | 1.0% | 1.0% | 0.5% | 0.1% |
| HUTA 2107 | -1.1% | 1.7% | 1.0% | 1.0% | 0.5% | 0.1% |
| RMRA | 1.9% | 6.0% | 4.7% | 4.9% | 5.3% | 5.2% |

## Your ~~Mileage~~ *Revenues* May Vary

Long-term, in addition to the growth in statewide local streets and roads revenue collections, the allocations to each particular city will be primarily related to changes in the city's population relative to the change in state population in cities. The current forecast for California population, provided by the Demographics Unit of the California Department of Finance is as follows:[6]

| California | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 |
|---|---|---|---|---|---|---|---|---|---|---|
| Population | 39,185,605 | 38,990,487 | 38,991,721 | 39,024,054 | 39,068,081 | 39,131,779 | 39,213,804 | 39,323,647 | 39,430,871 | 39,532,028 |
| ..... in Cities | 32,713,003 | 33,118,970 | 33,120,018 | 33,182,482 | 33,219,919 | 33,274,082 | 33,343,828 | 33,437,229 | 33,528,402 | 33,614,417 |
| percent change | | 1.24% | 0.00% | 0.19% | 0.11% | 0.16% | 0.21% | 0.28% | 0.27% | 0.26% |

| | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 | 2038 | 2039 | 2040 |
|---|---|---|---|---|---|---|---|---|---|
| Population | 39,626,155 | 39,719,558 | 39,800,683 | 39,872,787 | 39,936,372 | 39,991,277 | 40,037,385 | 40,076,005 | 40,106,449 |
| Population in Cities | 33,694,454 | 33,773,875 | 33,842,856 | 33,904,167 | 33,958,234 | 34,004,920 | 34,044,126 | 34,076,965 | 34,102,852 |
| percent change | 0.24% | 0.24% | 0.20% | 0.18% | 0.16% | 0.14% | 0.12% | 0.10% | 0.08% |

If you think your city's population growth will be significantly different from the statewide average in cities, then you should adjust accordingly. For example, the City of Buenavida's planning department estimates the city will see average annual residential population growth of 1.5 percent annually over the next ten years. The city's estimated HUTA 2105 allocation for FY2026-27 is $381,200. The long term projection of Section 2105 revenue would be:

$381,200 x Sec2105 growth x Buenavida Population Growth ÷ Statewide City Population Growth

So, for 2027-28, the city would estimate $381,200 x 1.01 x 1.015 ÷ 1.0016 = $390,185

And long term ...

| City of Buenavida EXAMPLE | | | | | | | |
|---|---|---|---|---|---|---|---|
| | 2026-27 | 2027-28 | 2028-29 | 2029-30 | 2030-31 | 2031-32 | 2032-33 |
| HUTA Sec2015 | $ 381,200 | | | | | | |
| 2105 growth | | 1.0% | 1.0% | 0.5% | 0.1% | 0.0% | 0.0% |
| Buenavida pop | | 1.5% | 1.5% | 1.5% | 1.5% | 1.5% | 1.5% |
| Cities pop | | 0.16% | 0.21% | 0.28% | 0.27% | 0.26% | 0.24% |
| HUTA Sec2015 | | $ 390,185 | $ 399,277 | $ 406,122 | $ 411,349 | $ 416,436 | $ 421,671 |

Changes for in allocations to an individual county will be affected by many things including: the population of the county relative to the total population of the state, proportion of population in the unincorporated area of the county, as well as relative numbers of vehicle registrations, assessed values and maintained road miles.

## Next Update

The next update to these revenue estimates will be in May 2026.

mjgc

[6] See http://www.dof.ca.gov/Forecasting/Demographics/projections/. California population in cities estimated by author based on recent historic trend of proportion of population in cities.

ATTACHMENTS:

A) Local Streets and Roads - Projected Individual City Revenues – FY2025-26
B) Local Streets and Roads - Projected Individual City Revenues – FY2026-27
C) Local Streets and Roads - Projected Individual County Revenues – FY2025-26 (from CSAC)
D) Local Streets and Roads - Projected Individual County Revenues – FY2026-27 (from CSAC)

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL HUTA | Road Mntnc Rehab Acct | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | | | |
| **ALAMEDA COUNTY** | | | | | | | | |
| ALAMEDA | 757,271 | 507,732 | 286,688 | 678,585 | 7,500 | 2,237,775 | 2,091,323 | 4,329,098 |
| ALBANY | 202,888 | 136,031 | 80,323 | 181,806 | 5,000 | 606,048 | 560,306 | 1,166,355 |
| BERKELEY | 1,229,995 | 824,682 | 462,656 | 1,102,189 | 10,000 | 3,629,522 | 3,396,825 | 7,026,347 |
| DUBLIN | 715,785 | 479,917 | 271,245 | 641,409 | 7,500 | 2,115,856 | 1,976,753 | 4,092,609 |
| EMERYVILLE | 129,096 | 86,556 | 52,855 | 115,682 | 3,000 | 387,190 | 356,520 | 743,710 |
| FREMONT | 2,229,253 | 1,494,661 | 834,622 | 1,997,616 | 10,000 | 6,566,152 | 6,156,435 | 12,722,587 |
| HAYWARD | 1,571,936 | 1,053,945 | 589,941 | 1,408,600 | 10,000 | 4,634,421 | 4,341,149 | 8,975,571 |
| LIVERMORE | 841,057 | 563,909 | 317,877 | 753,665 | 7,500 | 2,484,008 | 2,322,713 | 4,806,721 |
| NEWARK | 468,488 | 314,110 | 179,191 | 419,809 | 6,000 | 1,387,598 | 1,293,804 | 2,681,402 |
| OAKLAND | 4,150,979 | 2,783,131 | 1,549,969 | 3,719,660 | 10,000 | 12,213,739 | 11,463,584 | 23,677,323 |
| PIEDMONT | 107,984 | 72,401 | 44,996 | 96,764 | 3,000 | 325,146 | 298,216 | 623,362 |
| PLEASANTON | 764,784 | 512,769 | 289,485 | 685,317 | 7,500 | 2,259,855 | 2,112,072 | 4,371,928 |
| SAN LEANDRO | 871,350 | 584,219 | 329,153 | 780,810 | 7,500 | 2,573,033 | 2,406,371 | 4,979,404 |
| UNION CITY | 671,711 | 450,366 | 254,839 | 601,915 | 7,500 | 1,986,332 | 1,855,037 | 3,841,369 |
| **ALPINE COUNTY** | | | | | | | | |
| **AMADOR COUNTY** | | | | | | | | |
| AMADOR | 1,917 | 1,285 | 5,736 | 1,718 | 1,000 | 11,655 | 5,293 | 16,948 |
| IONE | 86,604 | 58,066 | 47,094 | 77,605 | 2,000 | 271,369 | 239,171 | 510,540 |
| JACKSON | 48,213 | 32,326 | 28,345 | 43,204 | 2,000 | 154,088 | 133,149 | 287,238 |
| PLYMOUTH | 10,752 | 7,209 | 10,051 | 9,635 | 1,000 | 38,648 | 29,695 | 68,342 |
| SUTTER CREEK | 25,338 | 16,989 | 17,174 | 22,705 | 1,000 | 83,206 | 69,975 | 153,182 |
| **BUTTE COUNTY** | | | | | | | | |
| BIGGS | 18,908 | 12,677 | 12,324 | 16,943 | 1,000 | 61,853 | 52,217 | 114,070 |
| CHICO | 1,091,028 | 731,508 | 438,982 | 977,662 | 10,000 | 3,249,179 | 3,013,045 | 6,262,225 |
| GRIDLEY | 70,207 | 47,072 | 32,739 | 62,912 | 2,000 | 214,931 | 193,888 | 408,819 |
| OROVILLE | 191,752 | 128,565 | 81,109 | 171,827 | 4,000 | 577,253 | 529,553 | 1,106,806 |
| PARADISE | 106,259 | 71,244 | 47,087 | 100,275 | 3,000 | 327,866 | 293,452 | 621,318 |
| **CALAVERAS COUNTY** | | | | | | | | |
| ANGELS CAMP | 34,998 | 23,465 | 30,112 | 31,362 | 1,000 | 120,937 | 96,653 | 217,590 |
| **COLUSA COUNTY** | | | | | | | | |
| COLUSA | 62,636 | 41,996 | 21,629 | 56,128 | 2,000 | 184,389 | 172,980 | 357,370 |
| WILLIAMS | 53,561 | 35,911 | 19,191 | 47,996 | 2,000 | 158,659 | 147,917 | 306,576 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **CONTRA COSTA COUNTY** | | | | | | | | |
| ANTIOCH | 1,119,145 | 750,360 | 449,674 | 1,002,857 | 10,000 | 3,332,036 | 3,090,696 | 6,422,732 |
| BRENTWOOD | 630,072 | 422,448 | 255,261 | 564,603 | 7,500 | 1,879,884 | 1,740,043 | 3,619,927 |
| CLAYTON | 106,029 | 71,090 | 46,948 | 95,012 | 3,000 | 322,080 | 292,817 | 614,897 |
| CONCORD | 1,202,893 | 806,511 | 482,965 | 1,077,903 | 10,000 | 3,580,273 | 3,321,980 | 6,902,253 |
| DANVILLE | 418,473 | 280,576 | 171,148 | 374,991 | 6,000 | 1,251,188 | 1,155,680 | 2,406,868 |
| EL CERRITO | 248,964 | 166,924 | 103,766 | 223,095 | 6,000 | 748,750 | 687,554 | 1,436,303 |
| HERCULES | 251,322 | 168,505 | 104,703 | 225,207 | 6,000 | 755,737 | 694,064 | 1,449,801 |
| LAFAYETTE | 243,655 | 163,365 | 101,656 | 218,337 | 6,000 | 733,013 | 672,892 | 1,405,904 |
| MARTINEZ | 359,747 | 241,202 | 147,804 | 322,366 | 6,000 | 1,077,118 | 993,498 | 2,070,616 |
| MORAGA | 165,820 | 111,178 | 70,715 | 148,590 | 4,000 | 500,302 | 457,937 | 958,239 |
| OAKLEY | 448,747 | 300,874 | 183,182 | 402,118 | 6,000 | 1,340,921 | 1,239,285 | 2,580,206 |
| ORINDA | 187,075 | 125,429 | 79,165 | 167,637 | 4,000 | 563,306 | 516,638 | 1,079,944 |
| PINOLE | 181,459 | 121,664 | 76,932 | 162,604 | 4,000 | 546,660 | 501,129 | 1,047,789 |
| PITTSBURG | 731,913 | 490,730 | 295,745 | 655,862 | 7,500 | 2,181,751 | 2,021,295 | 4,203,045 |
| PLEASANT HILL | 330,738 | 221,752 | 136,273 | 296,372 | 6,000 | 991,135 | 913,386 | 1,904,520 |
| RICHMOND | 1,110,702 | 744,699 | 446,318 | 995,292 | 10,000 | 3,307,011 | 3,067,380 | 6,374,391 |
| SAN PABLO | 308,630 | 206,929 | 127,484 | 276,561 | 6,000 | 925,603 | 852,329 | 1,777,932 |
| SAN RAMON | 810,736 | 543,579 | 327,078 | 726,494 | 7,500 | 2,415,387 | 2,238,975 | 4,654,362 |
| WALNUT CREEK | 673,762 | 451,741 | 272,629 | 603,753 | 7,500 | 2,009,385 | 1,860,701 | 3,870,086 |
| **DEL NORTE COUNTY** | | | | | | | | |
| CRESCENT CITY | 64,515 | 43,256 | 25,093 | 57,811 | 2,000 | 192,674 | 178,167 | 370,842 |
| **EL DORADO COUNTY** | | | | | | | | |
| PLACERVILLE | 103,691 | 69,522 | 71,964 | 93,324 | 3,000 | 341,501 | 286,359 | 627,860 |
| SOUTH LAKE TAHOE | 205,312 | 137,657 | 137,787 | 1,713,982 | 5,000 | 2,199,738 | 567,002 | 2,766,740 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **FRESNO COUNTY** | | | | | | | | |
| CLOVIS | 1,237,403 | 829,649 | 423,167 | 1,108,827 | 10,000 | 3,609,046 | 3,417,283 | 7,026,329 |
| COALINGA | 172,863 | 115,901 | 63,245 | 154,901 | 4,000 | 510,910 | 477,389 | 988,300 |
| FIREBAUGH | 83,509 | 55,991 | 33,034 | 74,832 | 2,000 | 249,365 | 230,622 | 479,988 |
| FOWLER | 73,475 | 49,263 | 29,642 | 65,840 | 2,000 | 220,221 | 202,913 | 423,133 |
| FRESNO | 5,338,194 | 3,579,131 | 1,809,649 | 4,783,514 | 20,000 | 15,530,488 | 14,742,266 | 30,272,754 |
| HURON | 66,431 | 44,541 | 27,260 | 59,529 | 2,000 | 199,761 | 183,461 | 383,221 |
| KERMAN | 168,043 | 112,669 | 61,615 | 150,582 | 4,000 | 496,909 | 464,077 | 960,986 |
| KINGSBURG | 127,314 | 85,361 | 47,845 | 114,085 | 3,000 | 377,605 | 351,597 | 729,202 |
| MENDOTA | 121,804 | 81,666 | 45,982 | 109,147 | 3,000 | 361,599 | 336,380 | 697,978 |
| ORANGE COVE | 93,121 | 62,435 | 36,284 | 83,445 | 2,000 | 277,285 | 257,168 | 534,453 |
| PARLIER | 140,385 | 94,125 | 52,264 | 125,798 | 3,000 | 415,573 | 387,697 | 803,270 |
| REEDLEY | 254,944 | 170,934 | 90,997 | 228,453 | 6,000 | 751,328 | 704,068 | 1,455,396 |
| SANGER | 259,103 | 173,722 | 92,403 | 232,180 | 6,000 | 763,409 | 715,554 | 1,478,963 |
| SAN JOAQUIN | 35,439 | 23,761 | 16,782 | 31,757 | 1,000 | 108,738 | 97,870 | 206,609 |
| SELMA | 236,832 | 158,790 | 84,873 | 212,223 | 5,000 | 697,718 | 654,048 | 1,351,765 |
| **GLENN COUNTY** | | | | | | | | |
| ORLAND | 83,413 | 55,926 | 31,287 | 74,746 | 2,000 | 247,372 | 230,358 | 477,730 |
| WILLOWS | 62,052 | 41,604 | 24,504 | 55,604 | 2,000 | 185,764 | 171,366 | 357,130 |
| **HUMBOLDT COUNTY** | | | | | | | | |
| ARCATA | 182,092 | 122,088 | 82,526 | 163,171 | 4,000 | 553,877 | 502,876 | 1,056,753 |
| BLUE LAKE | 11,548 | 7,743 | 9,729 | 10,348 | 1,000 | 40,368 | 31,891 | 72,259 |
| EUREKA | 258,480 | 173,305 | 115,132 | 231,622 | 6,000 | 784,539 | 713,834 | 1,498,373 |
| FERNDALE | 13,359 | 8,957 | 10,502 | 11,971 | 1,000 | 45,789 | 36,893 | 82,683 |
| FORTUNA | 120,079 | 80,510 | 56,055 | 107,601 | 3,000 | 367,245 | 331,616 | 698,861 |
| RIO DELL | 32,487 | 21,782 | 18,667 | 29,112 | 1,000 | 103,048 | 89,719 | 192,767 |
| TRINIDAD | 2,942 | 1,973 | 6,056 | 2,636 | 1,000 | 14,607 | 8,125 | 22,732 |
| **IMPERIAL COUNTY** | | | | | | | | |
| BRAWLEY | 277,455 | 186,027 | 114,209 | 248,625 | 6,000 | 832,316 | 766,236 | 1,598,552 |
| CALEXICO | 384,031 | 257,483 | 156,234 | 344,127 | 6,000 | 1,147,876 | 1,060,562 | 2,208,437 |
| CALIPATRIA | 62,617 | 41,983 | 29,492 | 56,111 | 2,000 | 192,203 | 172,927 | 365,130 |
| EL CENTRO | 440,898 | 295,611 | 178,659 | 395,085 | 6,000 | 1,316,254 | 1,217,609 | 2,533,863 |
| HOLTVILLE | 54,481 | 36,528 | 26,283 | 48,820 | 2,000 | 168,112 | 150,458 | 318,570 |
| IMPERIAL | 219,131 | 146,922 | 91,210 | 196,362 | 5,000 | 658,625 | 605,166 | 1,263,791 |
| WESTMORLAND | 19,972 | 13,390 | 12,675 | 17,896 | 1,000 | 64,934 | 55,155 | 120,088 |
| **INYO COUNTY** | | | | | | | | |
| BISHOP | 36,944 | 24,770 | 20,566 | 33,105 | 1,000 | 116,384 | 102,025 | 218,410 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **KERN COUNTY** | | | | | | | | |
| ARVIN | 191,579 | 128,449 | 57,506 | 171,673 | 4,000 | 553,208 | 529,077 | 1,082,284 |
| BAKERSFIELD | 4,017,676 | 2,693,755 | 1,110,116 | 3,600,208 | 10,000 | 11,431,754 | 11,095,445 | 22,527,199 |
| CALIFORNIA CITY | 143,922 | 96,496 | 44,395 | 128,967 | 4,000 | 417,780 | 397,463 | 815,242 |
| DELANO | 506,294 | 339,458 | 144,088 | 453,686 | 7,500 | 1,451,027 | 1,398,212 | 2,849,239 |
| MARICOPA | 9,832 | 6,592 | 7,505 | 8,811 | 1,000 | 33,741 | 27,154 | 60,895 |
| MCFARLAND | 136,207 | 91,324 | 42,272 | 122,054 | 3,000 | 394,857 | 376,158 | 771,015 |
| RIDGECREST | 272,031 | 182,390 | 79,639 | 243,765 | 6,000 | 783,825 | 751,257 | 1,535,082 |
| SHAFTER | 224,776 | 150,707 | 66,639 | 201,420 | 5,000 | 648,541 | 620,754 | 1,269,295 |
| TAFT | 82,138 | 55,072 | 27,397 | 73,603 | 2,000 | 240,211 | 226,838 | 467,049 |
| TEHACHAPI | 124,976 | 83,793 | 39,182 | 111,990 | 3,000 | 362,941 | 345,140 | 708,081 |
| WASCO | 259,831 | 174,211 | 76,283 | 232,833 | 6,000 | 749,158 | 717,566 | 1,466,724 |
| **KINGS COUNTY** | | | | | | | | |
| AVENAL | 131,233 | 87,989 | 43,129 | 117,597 | 3,000 | 382,948 | 362,422 | 745,370 |
| CORCORAN | 207,248 | 138,955 | 65,330 | 185,713 | 5,000 | 602,246 | 572,348 | 1,174,594 |
| HANFORD | 586,861 | 393,476 | 176,201 | 525,882 | 7,500 | 1,689,920 | 1,620,709 | 3,310,629 |
| LEMOORE | 265,380 | 177,931 | 82,308 | 237,805 | 6,000 | 769,424 | 732,889 | 1,502,314 |
| **LAKE COUNTY** | | | | | | | | |
| CLEARLAKE | 161,670 | 108,396 | 62,127 | 144,871 | 4,000 | 481,064 | 446,477 | 927,541 |
| LAKEPORT | 48,166 | 32,294 | 21,879 | 43,161 | 2,000 | 147,499 | 133,017 | 280,516 |
| **LASSEN COUNTY** | | | | | | | | |
| SUSANVILLE | 155,565 | 104,303 | 50,014 | 173,901 | 4,000 | 487,784 | 429,618 | 917,402 |
| **LOS ANGELES COUNTY** | | | | | | | | |
| AGOURA HILLS | 193,889 | 129,998 | 77,816 | 173,742 | 5,000 | 580,446 | 535,455 | 1,115,900 |
| ALHAMBRA | 791,780 | 530,870 | 302,976 | 709,508 | 7,500 | 2,342,634 | 2,186,626 | 4,529,260 |
| ARCADIA | 545,068 | 365,455 | 210,067 | 488,431 | 7,500 | 1,616,521 | 1,505,292 | 3,121,814 |
| ARTESIA | 157,137 | 105,357 | 63,976 | 140,809 | 4,000 | 471,279 | 433,959 | 905,238 |
| AVALON | 32,995 | 22,123 | 17,226 | 29,567 | 1,000 | 102,910 | 91,122 | 194,032 |
| AZUSA | 481,550 | 322,868 | 186,146 | 431,513 | 7,500 | 1,429,578 | 1,329,877 | 2,759,455 |
| BALDWIN PARK | 690,341 | 462,857 | 264,775 | 618,609 | 7,500 | 2,044,083 | 1,906,486 | 3,950,569 |
| BELL | 327,116 | 219,323 | 127,988 | 293,126 | 6,000 | 973,553 | 903,382 | 1,876,935 |
| BELLFLOWER | 755,699 | 506,678 | 289,388 | 677,176 | 7,500 | 2,236,441 | 2,086,983 | 4,323,424 |
| BELL GARDENS | 378,453 | 253,744 | 147,321 | 339,129 | 6,000 | 1,124,648 | 1,045,159 | 2,169,806 |
| BEVERLY HILLS | 313,364 | 210,103 | 122,809 | 280,803 | 6,000 | 933,079 | 865,403 | 1,798,482 |
| BRADBURY | 8,817 | 5,911 | 8,120 | 7,901 | 1,000 | 31,749 | 24,348 | 56,097 |
| BURBANK | 1,027,050 | 688,612 | 391,575 | 920,331 | 10,000 | 3,037,569 | 2,836,360 | 5,873,929 |
| CALABASAS | 222,572 | 149,229 | 88,618 | 199,445 | 5,000 | 664,863 | 614,667 | 1,279,530 |
| CARSON | 899,056 | 602,795 | 343,374 | 805,637 | 7,500 | 2,658,361 | 2,482,884 | 5,141,245 |
| CERRITOS | 473,040 | 317,162 | 182,942 | 423,888 | 6,000 | 1,403,032 | 1,306,376 | 2,709,407 |
| CLAREMONT | 367,365 | 246,310 | 143,146 | 329,193 | 6,000 | 1,092,014 | 1,014,538 | 2,106,552 |
| COMMERCE | 118,593 | 79,514 | 49,461 | 106,270 | 3,000 | 356,838 | 327,514 | 684,352 |
| COMPTON | 920,867 | 617,419 | 351,588 | 825,182 | 7,500 | 2,722,556 | 2,543,120 | 5,265,676 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| COVINA | 491,622 | 329,621 | 189,939 | 440,539 | 7,500 | 1,459,222 | 1,357,693 | 2,816,914 |
| CUDAHY | 218,240 | 146,325 | 86,987 | 195,563 | 5,000 | 652,115 | 602,704 | 1,254,819 |
| CULVER CITY | 387,500 | 259,809 | 150,728 | 347,236 | 6,000 | 1,151,273 | 1,070,142 | 2,221,416 |
| DIAMOND BAR | 526,649 | 353,106 | 203,130 | 471,926 | 7,500 | 1,562,311 | 1,454,425 | 3,016,736 |
| DOWNEY | 1,091,708 | 731,964 | 415,925 | 978,271 | 10,000 | 3,227,869 | 3,014,925 | 6,242,793 |
| DUARTE | 227,565 | 152,577 | 90,498 | 203,919 | 5,000 | 679,558 | 628,456 | 1,308,014 |
| EL MONTE | 1,045,996 | 701,315 | 398,710 | 937,309 | 10,000 | 3,093,330 | 2,888,683 | 5,982,013 |
| EL SEGUNDO | 165,915 | 111,242 | 67,282 | 148,675 | 4,000 | 497,115 | 458,201 | 955,316 |
| GARDENA | 583,670 | 391,336 | 224,603 | 523,022 | 7,500 | 1,730,132 | 1,611,896 | 3,342,028 |
| GLENDALE | 1,877,346 | 1,258,715 | 711,787 | 1,682,275 | 10,000 | 5,540,123 | 5,184,586 | 10,724,709 |
| GLENDORA | 503,161 | 337,357 | 194,285 | 450,878 | 7,500 | 1,493,181 | 1,389,557 | 2,882,738 |
| HAWAIIAN GARDENS | 133,648 | 89,608 | 55,131 | 119,761 | 3,000 | 401,148 | 369,091 | 770,240 |
| HAWTHORNE | 843,242 | 565,374 | 322,356 | 755,623 | 7,500 | 2,494,095 | 2,328,747 | 4,822,842 |
| HERMOSA BEACH | 188,886 | 126,644 | 75,933 | 169,260 | 4,000 | 564,723 | 521,640 | 1,086,362 |
| HIDDEN HILLS | 16,732 | 11,219 | 11,101 | 14,994 | 1,000 | 55,046 | 46,209 | 101,255 |
| HUNTINGTON PARK | 524,340 | 351,557 | 202,260 | 469,857 | 7,500 | 1,555,514 | 1,448,047 | 3,003,561 |
| INDUSTRY | 4,130 | 2,769 | 6,355 | 3,701 | 1,000 | 17,956 | 11,407 | 29,363 |
| INGLEWOOD | 1,039,891 | 697,222 | 396,411 | 931,839 | 10,000 | 3,075,364 | 2,871,824 | 5,947,188 |
| IRWINDALE | 14,461 | 9,696 | 10,246 | 12,959 | 1,000 | 48,361 | 39,937 | 88,298 |
| LA CANADA FLINTRIDGE | 196,850 | 131,983 | 78,932 | 176,396 | 5,000 | 589,161 | 543,633 | 1,132,794 |
| LA HABRA HEIGHTS | 54,184 | 36,329 | 25,205 | 48,554 | 2,000 | 166,272 | 149,637 | 315,909 |
| LAKEWOOD | 788,637 | 528,762 | 301,792 | 706,691 | 7,500 | 2,333,382 | 2,177,945 | 4,511,328 |
| LA MIRADA | 472,542 | 316,828 | 182,754 | 423,441 | 6,000 | 1,401,565 | 1,304,999 | 2,706,565 |
| LANCASTER | 1,703,601 | 1,142,223 | 646,357 | 1,526,583 | 10,000 | 5,028,764 | 4,704,762 | 9,733,526 |
| LA PUENTE | 364,241 | 244,215 | 141,969 | 326,394 | 6,000 | 1,082,819 | 1,005,910 | 2,088,729 |
| LA VERNE | 310,786 | 208,374 | 121,838 | 278,493 | 6,000 | 925,491 | 858,284 | 1,783,775 |
| LAWNDALE | 304,538 | 204,185 | 119,485 | 272,894 | 6,000 | 907,102 | 841,028 | 1,748,130 |
| LOMITA | 200,588 | 134,489 | 80,339 | 179,745 | 5,000 | 600,161 | 553,954 | 1,154,115 |
| LONG BEACH | 4,449,364 | 2,983,191 | 1,680,381 | 3,987,040 | 10,000 | 13,109,977 | 12,287,621 | 25,397,598 |
| LOS ANGELES | 37,360,766 | 25,049,494 | 14,074,445 | 33,478,692 | 20,000 | 109,983,397 | 103,177,654 | 213,161,050 |
| LYNWOOD | 656,953 | 440,471 | 252,201 | 588,691 | 7,500 | 1,945,816 | 1,814,280 | 3,760,096 |
| MALIBU | 102,886 | 68,983 | 43,546 | 92,195 | 3,000 | 310,610 | 284,136 | 594,746 |
| MANHATTAN BEACH | 339,842 | 227,856 | 132,781 | 304,530 | 6,000 | 1,011,009 | 938,528 | 1,949,537 |
| MAYWOOD | 240,809 | 161,456 | 95,486 | 215,787 | 6,000 | 719,538 | 665,031 | 1,384,569 |
| MONROVIA | 372,981 | 250,075 | 145,261 | 334,226 | 6,000 | 1,108,542 | 1,030,047 | 2,138,589 |
| MONTEBELLO | 601,178 | 403,076 | 231,197 | 538,711 | 7,500 | 1,781,662 | 1,660,249 | 3,441,911 |
| MONTEREY PARK | 585,414 | 392,506 | 225,260 | 524,585 | 7,500 | 1,735,265 | 1,616,713 | 3,351,978 |
| NORWALK | 991,045 | 664,472 | 378,017 | 888,068 | 10,000 | 2,931,602 | 2,736,928 | 5,668,531 |
| PALMDALE | 1,622,267 | 1,087,691 | 615,728 | 1,453,701 | 10,000 | 4,789,387 | 4,480,148 | 9,269,535 |
| PALOS VERDES ESTATES | 127,956 | 85,791 | 52,987 | 114,660 | 3,000 | 384,394 | 353,371 | 737,765 |
| PARAMOUNT | 512,389 | 343,545 | 197,760 | 459,148 | 7,500 | 1,520,342 | 1,415,044 | 2,935,386 |
| PASADENA | 1,347,706 | 903,605 | 512,331 | 1,207,669 | 10,000 | 3,981,311 | 3,721,904 | 7,703,215 |
| PICO RIVERA | 595,428 | 399,220 | 229,032 | 533,559 | 7,500 | 1,764,739 | 1,644,370 | 3,409,109 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| POMONA | 1,466,644 | 983,350 | 557,122 | 1,314,249 | 10,000 | 4,331,365 | 4,050,370 | 8,381,735 |
| RANCHO PALOS VERDES | 404,501 | 271,208 | 157,130 | 362,470 | 6,000 | 1,201,309 | 1,117,093 | 2,318,402 |
| REDONDO BEACH | 672,948 | 451,195 | 258,225 | 603,023 | 7,500 | 1,992,890 | 1,858,451 | 3,851,341 |
| ROLLING HILLS [2] | | | | | | | | |
| ROLLING HILLS ESTATES | 81,889 | 54,905 | 35,639 | 73,380 | 2,000 | 247,813 | 226,150 | 473,962 |
| ROSEMEAD | 489,600 | 328,265 | 189,178 | 438,727 | 7,500 | 1,453,270 | 1,352,108 | 2,805,379 |
| SAN DIMAS | 333,517 | 223,615 | 130,399 | 298,862 | 6,000 | 992,394 | 921,061 | 1,913,455 |
| SAN FERNANDO | 227,047 | 152,230 | 90,303 | 203,455 | 5,000 | 678,035 | 627,026 | 1,305,062 |
| SAN GABRIEL | 378,080 | 253,493 | 147,181 | 338,794 | 6,000 | 1,123,548 | 1,044,127 | 2,167,674 |
| SAN MARINO | 120,251 | 80,625 | 50,085 | 107,756 | 3,000 | 361,718 | 332,092 | 693,810 |
| SANTA CLARITA | 2,226,934 | 1,493,106 | 843,438 | 1,995,538 | 10,000 | 6,569,016 | 6,150,030 | 12,719,047 |
| SANTA FE SPRINGS | 179,859 | 120,591 | 72,533 | 161,170 | 4,000 | 538,153 | 496,709 | 1,034,862 |
| SANTA MONICA | 893,881 | 599,325 | 341,425 | 800,999 | 7,500 | 2,643,131 | 2,468,592 | 5,111,723 |
| SIERRA MADRE | 107,103 | 71,810 | 45,134 | 95,974 | 3,000 | 323,020 | 295,781 | 618,801 |
| SIGNAL HILL | 112,690 | 75,556 | 47,238 | 100,980 | 3,000 | 339,464 | 311,211 | 650,674 |
| SOUTH EL MONTE | 187,219 | 125,526 | 75,305 | 167,765 | 4,000 | 559,815 | 517,035 | 1,076,850 |
| SOUTH GATE | 890,814 | 597,269 | 340,271 | 798,251 | 7,500 | 2,634,105 | 2,460,123 | 5,094,228 |
| SOUTH PASADENA | 258,327 | 173,202 | 102,083 | 231,485 | 6,000 | 771,097 | 713,411 | 1,484,507 |
| TEMPLE CITY | 350,192 | 234,795 | 136,678 | 313,805 | 6,000 | 1,041,471 | 967,111 | 2,008,582 |
| TORRANCE | 1,407,017 | 943,371 | 534,667 | 1,260,817 | 10,000 | 4,155,873 | 3,885,700 | 8,041,573 |
| VERNON | 2,022 | 1,356 | 5,561 | 1,812 | 1,000 | 11,751 | 5,584 | 17,336 |
| WALNUT | 272,453 | 182,673 | 107,403 | 244,143 | 6,000 | 812,671 | 752,421 | 1,565,092 |
| WEST COVINA | 1,050,088 | 704,059 | 400,251 | 940,976 | 10,000 | 3,105,374 | 2,899,984 | 6,005,358 |
| WEST HOLLYWOOD | 341,999 | 229,302 | 133,593 | 306,462 | 6,000 | 1,017,355 | 944,483 | 1,961,838 |
| WESTLAKE VILLAGE | 78,056 | 52,335 | 34,195 | 69,945 | 2,000 | 236,531 | 215,563 | 452,094 |
| WHITTIER | 841,891 | 564,468 | 321,847 | 754,412 | 7,500 | 2,490,118 | 2,325,016 | 4,815,134 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **MADERA COUNTY** | | | | | | | | |
| CHOWCHILLA | 184,670 | 123,817 | 51,574 | 165,481 | 4,000 | 529,541 | 509,995 | 1,039,536 |
| MADERA | 636,742 | 426,920 | 166,076 | 570,579 | 7,500 | 1,807,817 | 1,758,463 | 3,566,280 |
| **MARIN COUNTY** | | | | | | | | |
| BELVEDERE | 20,355 | 13,647 | 13,431 | 18,240 | 1,000 | 66,673 | 56,213 | 122,886 |
| CORTE MADERA | 97,855 | 65,609 | 46,292 | 87,687 | 3,000 | 300,444 | 270,242 | 570,685 |
| FAIRFAX | 72,785 | 48,801 | 35,662 | 65,222 | 2,000 | 224,470 | 201,007 | 425,477 |
| LARKSPUR | 125,349 | 84,044 | 57,951 | 112,325 | 3,000 | 382,668 | 346,172 | 728,840 |
| MILL VALLEY | 135,421 | 90,797 | 62,221 | 121,350 | 3,000 | 412,789 | 373,987 | 786,777 |
| NOVATO | 509,505 | 341,611 | 220,840 | 456,563 | 7,500 | 1,536,018 | 1,407,078 | 2,943,096 |
| ROSS | 22,387 | 15,010 | 14,292 | 20,060 | 1,000 | 72,749 | 61,824 | 134,573 |
| SAN ANSELMO | 122,522 | 82,148 | 56,752 | 109,791 | 3,000 | 374,214 | 338,365 | 712,578 |
| SAN RAFAEL | 590,301 | 395,783 | 255,099 | 528,964 | 7,500 | 1,777,648 | 1,630,210 | 3,407,858 |
| SAUSALITO | 68,223 | 45,742 | 33,728 | 61,134 | 2,000 | 210,828 | 188,410 | 399,238 |
| TIBURON | 87,524 | 58,683 | 41,912 | 78,430 | 2,000 | 268,548 | 241,712 | 510,260 |
| **MARIPOSA COUNTY** | | | | | | | | |
| **MENDOCINO COUNTY** | | | | | | | | |
| FORT BRAGG | 68,875 | 46,179 | 33,752 | 61,718 | 2,000 | 212,525 | 190,209 | 402,734 |
| POINT ARENA | 4,408 | 2,956 | 6,653 | 3,950 | 1,000 | 18,967 | 12,174 | 31,142 |
| UKIAH | 159,102 | 106,674 | 71,680 | 142,570 | 4,000 | 484,025 | 439,384 | 923,409 |
| WILLITS | 47,408 | 31,786 | 24,729 | 42,482 | 1,000 | 147,406 | 130,926 | 278,332 |
| **MERCED COUNTY** | | | | | | | | |
| ATWATER | 305,342 | 204,725 | 94,390 | 273,615 | 6,000 | 884,072 | 843,252 | 1,727,324 |
| DOS PALOS | 55,535 | 37,235 | 21,094 | 49,765 | 2,000 | 165,629 | 153,369 | 318,998 |
| GUSTINE | 58,257 | 39,060 | 21,893 | 52,203 | 2,000 | 173,413 | 160,885 | 334,298 |
| LIVINGSTON | 138,392 | 92,789 | 45,405 | 124,012 | 3,000 | 403,598 | 382,192 | 785,790 |
| LOS BANOS | 468,584 | 314,174 | 142,286 | 419,895 | 6,000 | 1,350,939 | 1,294,069 | 2,645,008 |
| MERCED | 939,535 | 629,936 | 280,467 | 841,910 | 7,500 | 2,699,348 | 2,594,675 | 5,294,023 |
| **MODOC COUNTY** | | | | | | | | |
| ALTURAS | 26,067 | 17,477 | 14,381 | 24,921 | 1,000 | 83,846 | 71,987 | 155,832 |
| **MONO COUNTY** | | | | | | | | |
| MAMMOTH LAKES | 69,191 | 46,391 | 65,523 | 2,046,819 | 2,000 | 2,229,924 | 191,083 | 2,421,007 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **MONTEREY COUNTY** | | | | | | | | |
| CARMEL-BY-THE-SEA | 30,360 | 20,356 | 13,656 | 27,205 | 1,000 | 92,576 | 83,843 | 176,420 |
| DEL REY OAKS | 15,132 | 10,146 | 9,214 | 13,560 | 1,000 | 49,051 | 41,789 | 90,841 |
| GONZALES | 81,918 | 54,924 | 28,694 | 73,406 | 2,000 | 240,942 | 226,229 | 467,171 |
| GREENFIELD | 199,188 | 133,551 | 62,900 | 178,491 | 5,000 | 579,131 | 550,090 | 1,129,222 |
| KING CITY | 137,463 | 92,165 | 44,896 | 123,179 | 3,000 | 400,703 | 379,625 | 780,328 |
| MARINA | 221,240 | 148,336 | 69,332 | 198,251 | 5,000 | 642,159 | 610,988 | 1,253,147 |
| MONTEREY | 272,874 | 182,956 | 84,394 | 244,521 | 6,000 | 790,744 | 753,586 | 1,544,330 |
| PACIFIC GROVE | 143,538 | 96,239 | 46,668 | 128,624 | 3,000 | 418,069 | 396,404 | 814,473 |
| SALINAS | 1,550,345 | 1,039,469 | 457,014 | 1,389,252 | 10,000 | 4,446,080 | 4,281,522 | 8,727,602 |
| SAND CITY | 3,575 | 2,397 | 5,843 | 3,203 | 1,000 | 16,017 | 9,872 | 25,889 |
| SEASIDE | 313,670 | 210,308 | 96,293 | 281,078 | 6,000 | 907,350 | 866,250 | 1,773,600 |
| SOLEDAD | 264,019 | 177,019 | 81,811 | 236,586 | 6,000 | 765,435 | 729,131 | 1,494,566 |
| **NAPA COUNTY** | | | | | | | | |
| AMERICAN CANYON | 214,627 | 143,902 | 71,098 | 192,326 | 5,000 | 626,953 | 592,727 | 1,219,680 |
| CALISTOGA | 50,188 | 33,650 | 20,303 | 44,973 | 2,000 | 151,113 | 138,601 | 289,714 |
| NAPA | 746,729 | 500,664 | 235,463 | 669,138 | 7,500 | 2,159,494 | 2,062,211 | 4,221,705 |
| SAINT HELENA | 51,711 | 34,671 | 20,774 | 46,338 | 2,000 | 155,494 | 142,809 | 298,303 |
| YOUNTVILLE | 28,606 | 19,180 | 13,636 | 25,634 | 1,000 | 88,056 | 79,000 | 167,056 |
| **NEVADA COUNTY** | | | | | | | | |
| GRASS VALLEY | 130,428 | 87,449 | 118,687 | 116,876 | 3,000 | 456,441 | 360,199 | 816,640 |
| NEVADA CITY | 32,085 | 21,512 | 32,816 | 34,351 | 1,000 | 121,764 | 88,607 | 210,371 |
| TRUCKEE | 162,226 | 108,768 | 146,452 | 2,079,169 | 4,000 | 2,500,616 | 448,012 | 2,948,628 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **ORANGE COUNTY** | | | | | | | | |
| ALISO VIEJO | 496,356 | 332,795 | 217,084 | 444,781 | 7,500 | 1,498,516 | 1,370,767 | 2,869,283 |
| ANAHEIM | 3,319,256 | 2,225,481 | 1,424,392 | 2,974,359 | 10,000 | 9,953,487 | 9,166,648 | 19,120,136 |
| BREA | 459,039 | 307,775 | 201,124 | 411,341 | 6,000 | 1,385,279 | 1,267,709 | 2,652,988 |
| BUENA PARK | 807,018 | 541,086 | 349,948 | 723,162 | 7,500 | 2,428,714 | 2,228,707 | 4,657,421 |
| COSTA MESA | 1,078,110 | 722,846 | 465,890 | 966,086 | 10,000 | 3,242,931 | 2,977,370 | 6,220,301 |
| CYPRESS | 482,566 | 323,549 | 211,186 | 432,424 | 7,500 | 1,457,224 | 1,332,683 | 2,789,907 |
| DANA POINT | 317,580 | 212,930 | 140,624 | 284,581 | 6,000 | 961,716 | 877,048 | 1,838,764 |
| FOUNTAIN VALLEY | 547,455 | 367,055 | 238,937 | 490,570 | 7,500 | 1,651,517 | 1,511,882 | 3,163,399 |
| FULLERTON | 1,378,804 | 924,455 | 594,492 | 1,235,536 | 10,000 | 4,143,287 | 3,807,785 | 7,951,072 |
| GARDEN GROVE | 1,647,816 | 1,104,821 | 709,544 | 1,476,595 | 10,000 | 4,948,777 | 4,550,705 | 9,499,483 |
| HUNTINGTON BEACH | 1,900,604 | 1,274,309 | 817,657 | 1,703,117 | 10,000 | 5,705,688 | 5,248,819 | 10,954,506 |
| IRVINE | 3,053,511 | 2,047,306 | 1,310,737 | 2,736,228 | 10,000 | 9,157,782 | 8,432,753 | 17,590,535 |
| LAGUNA BEACH | 220,300 | 147,706 | 99,019 | 197,410 | 5,000 | 669,435 | 608,395 | 1,277,830 |
| LAGUNA HILLS | 300,618 | 201,557 | 133,369 | 269,381 | 6,000 | 910,926 | 830,204 | 1,741,130 |
| LAGUNA NIGUEL | 625,376 | 419,300 | 272,263 | 560,395 | 7,500 | 1,884,834 | 1,727,075 | 3,611,909 |
| LAGUNA WOODS | 170,046 | 114,012 | 77,526 | 152,377 | 4,000 | 517,960 | 469,608 | 987,568 |
| LA HABRA | 601,226 | 403,108 | 261,935 | 538,754 | 7,500 | 1,812,523 | 1,660,381 | 3,472,904 |
| LAKE FOREST | 839,869 | 563,112 | 363,998 | 752,600 | 7,500 | 2,527,080 | 2,319,431 | 4,846,511 |
| LA PALMA | 149,240 | 100,062 | 68,628 | 133,733 | 4,000 | 455,663 | 412,151 | 867,814 |
| LOS ALAMITOS | 115,057 | 77,143 | 54,008 | 103,102 | 3,000 | 352,309 | 317,748 | 670,057 |
| MISSION VIEJO | 896,995 | 601,414 | 388,430 | 803,790 | 7,500 | 2,698,129 | 2,477,194 | 5,175,323 |
| NEWPORT BEACH | 815,499 | 546,772 | 353,576 | 730,762 | 7,500 | 2,454,109 | 2,252,129 | 4,706,238 |
| ORANGE | 1,348,301 | 904,003 | 581,446 | 1,208,202 | 10,000 | 4,051,951 | 3,723,545 | 7,775,496 |
| PLACENTIA | 517,325 | 346,854 | 226,051 | 463,571 | 7,500 | 1,561,300 | 1,428,674 | 2,989,974 |
| RANCHO SANTA MARGARITA | 459,183 | 307,871 | 201,185 | 411,470 | 6,000 | 1,385,709 | 1,268,106 | 2,653,815 |
| SAN CLEMENTE | 614,317 | 411,885 | 267,533 | 550,485 | 7,500 | 1,851,720 | 1,696,534 | 3,548,254 |
| SAN JUAN CAPISTRANO | 338,568 | 227,002 | 149,600 | 303,388 | 6,000 | 1,024,557 | 935,008 | 1,959,565 |
| SANTA ANA | 3,021,848 | 2,026,076 | 1,297,195 | 2,707,855 | 10,000 | 9,062,974 | 8,345,311 | 17,408,285 |
| SEAL BEACH | 242,438 | 162,549 | 108,487 | 217,247 | 6,000 | 736,720 | 669,530 | 1,406,250 |
| STANTON | 388,621 | 260,561 | 171,007 | 348,240 | 6,000 | 1,174,430 | 1,073,239 | 2,247,669 |
| TUSTIN | 769,940 | 516,226 | 334,091 | 689,937 | 7,500 | 2,317,694 | 2,126,311 | 4,444,005 |
| VILLA PARK | 56,148 | 37,646 | 28,814 | 50,314 | 2,000 | 174,923 | 155,063 | 329,985 |
| WESTMINSTER | 871,446 | 584,284 | 377,503 | 780,896 | 7,500 | 2,621,629 | 2,406,636 | 5,028,265 |
| YORBA LINDA | 652,114 | 437,226 | 283,698 | 584,354 | 7,500 | 1,964,892 | 1,800,914 | 3,765,807 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **PLACER COUNTY** | | | | | | | | |
| AUBURN | 131,933 | 88,458 | 59,955 | 118,224 | 3,000 | 401,570 | 364,354 | 765,924 |
| COLFAX | 19,157 | 12,844 | 12,809 | 18,506 | 1,000 | 64,316 | 52,905 | 117,221 |
| LINCOLN | 522,480 | 350,311 | 223,225 | 468,191 | 7,500 | 1,571,707 | 1,442,912 | 3,014,619 |
| LOOMIS | 65,233 | 43,737 | 32,071 | 58,455 | 2,000 | 201,497 | 180,152 | 381,649 |
| ROCKLIN | 701,228 | 470,156 | 297,952 | 628,365 | 7,500 | 2,105,201 | 1,936,551 | 4,041,752 |
| ROSEVILLE | 1,518,893 | 1,018,381 | 639,780 | 1,361,068 | 10,000 | 4,548,121 | 4,194,662 | 8,742,783 |
| **PLUMAS COUNTY** | | | | | | | | |
| PORTOLA | 20,230 | 13,564 | 9,483 | 169,727 | 1,000 | 214,005 | 55,869 | 269,874 |
| **RIVERSIDE COUNTY** | | | | | | | | |
| BANNING | 306,176 | 205,284 | 133,383 | 274,362 | 6,000 | 925,206 | 845,554 | 1,770,760 |
| BEAUMONT | 572,199 | 383,645 | 245,104 | 512,743 | 7,500 | 1,721,190 | 1,580,217 | 3,301,407 |
| BLYTHE | 179,955 | 120,655 | 80,375 | 161,256 | 4,000 | 546,241 | 496,974 | 1,043,215 |
| CALIMESA | 105,359 | 70,640 | 49,047 | 94,411 | 3,000 | 322,457 | 290,964 | 613,421 |
| CANYON LAKE | 105,991 | 71,064 | 49,313 | 94,978 | 3,000 | 324,346 | 292,711 | 617,057 |
| CATHEDRAL CITY | 494,986 | 331,876 | 212,677 | 443,553 | 7,500 | 1,490,592 | 1,366,982 | 2,857,575 |
| COACHELLA | 425,344 | 285,183 | 183,430 | 381,148 | 6,000 | 1,281,105 | 1,174,656 | 2,455,761 |
| CORONA | 1,525,246 | 1,022,641 | 645,351 | 1,366,761 | 10,000 | 4,569,999 | 4,212,208 | 8,782,208 |
| DESERT HOT SPRINGS | 318,759 | 213,720 | 138,668 | 285,638 | 6,000 | 962,785 | 880,304 | 1,843,088 |
| EASTVALE | 668,903 | 448,484 | 285,716 | 599,399 | 7,500 | 2,010,003 | 1,847,282 | 3,857,285 |
| HEMET | 881,029 | 590,709 | 374,802 | 789,484 | 7,500 | 2,643,524 | 2,433,102 | 5,076,625 |
| INDIAN WELLS | 46,594 | 31,240 | 24,368 | 41,752 | 1,000 | 144,954 | 128,676 | 273,631 |
| INDIO | 886,827 | 594,596 | 377,237 | 794,679 | 7,500 | 2,660,839 | 2,449,113 | 5,109,953 |
| JURUPA VALLEY | 1,015,138 | 680,625 | 431,123 | 909,657 | 10,000 | 3,046,543 | 2,803,463 | 5,850,006 |
| LAKE ELSINORE | 707,083 | 474,082 | 301,751 | 633,612 | 7,500 | 2,124,028 | 1,952,722 | 4,076,750 |
| LA QUINTA | 371,793 | 249,278 | 160,940 | 333,161 | 6,000 | 1,121,172 | 1,026,765 | 2,147,937 |
| MENIFEE | 1,105,106 | 740,947 | 468,906 | 990,277 | 10,000 | 3,315,235 | 3,051,924 | 6,367,159 |
| MORENO VALLEY | 2,020,376 | 1,354,613 | 853,288 | 1,810,443 | 10,000 | 6,048,721 | 5,579,587 | 11,628,309 |
| MURRIETA | 1,071,305 | 718,284 | 454,711 | 959,988 | 10,000 | 3,214,290 | 2,958,579 | 6,172,869 |
| NORCO | 255,184 | 171,094 | 111,968 | 228,668 | 6,000 | 772,914 | 704,730 | 1,477,644 |
| PALM DESERT | 498,139 | 333,990 | 214,001 | 446,378 | 7,500 | 1,500,009 | 1,375,689 | 2,875,698 |
| PALM SPRINGS | 426,226 | 285,774 | 183,800 | 381,938 | 6,000 | 1,283,738 | 1,177,090 | 2,460,829 |
| PERRIS | 778,546 | 521,996 | 331,762 | 697,649 | 7,500 | 2,337,453 | 2,150,077 | 4,487,530 |
| RANCHO MIRAGE | 164,066 | 110,002 | 73,702 | 147,018 | 4,000 | 498,788 | 453,094 | 951,881 |
| RIVERSIDE | 3,069,879 | 2,058,280 | 1,294,044 | 2,750,895 | 10,000 | 9,183,098 | 8,477,957 | 17,661,055 |
| SAN JACINTO | 526,985 | 353,330 | 226,115 | 472,227 | 7,500 | 1,586,157 | 1,455,351 | 3,041,509 |
| TEMECULA | 1,075,436 | 721,054 | 456,446 | 963,690 | 10,000 | 3,226,625 | 2,969,986 | 6,196,611 |
| WILDOMAR | 355,319 | 238,233 | 154,022 | 318,399 | 6,000 | 1,071,973 | 981,270 | 2,053,243 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SACRAMENTO COUNTY** | | | | | | | | |
| CITRUS HEIGHTS | 840,655 | 563,639 | 372,451 | 753,304 | 7,500 | 2,537,549 | 2,321,601 | 4,859,151 |
| ELK GROVE | 1,752,226 | 1,174,826 | 771,117 | 1,570,156 | 10,000 | 5,278,325 | 4,839,049 | 10,117,374 |
| FOLSOM | 887,191 | 594,840 | 392,803 | 795,005 | 7,500 | 2,677,340 | 2,450,119 | 5,127,460 |
| GALT | 250,047 | 167,650 | 114,155 | 224,065 | 6,000 | 761,918 | 690,544 | 1,452,462 |
| ISLETON | 7,619 | 5,108 | 8,132 | 6,827 | 1,000 | 28,686 | 21,040 | 49,726 |
| RANCHO CORDOVA | 818,901 | 549,053 | 362,937 | 733,811 | 7,500 | 2,472,202 | 2,261,524 | 4,733,727 |
| SACRAMENTO | 5,059,771 | 3,392,455 | 2,217,635 | 4,534,022 | 20,000 | 15,223,882 | 13,973,357 | 29,197,239 |
| **SAN BENITO COUNTY** | | | | | | | | |
| HOLLISTER | 416,796 | 279,452 | 177,604 | 373,488 | 6,000 | 1,253,339 | 1,151,048 | 2,404,387 |
| SAN JUAN BAUTISTA | 19,972 | 13,390 | 13,080 | 17,896 | 1,000 | 65,339 | 55,155 | 120,493 |
| **SAN BERNARDINO COUNTY** | | | | | | | | |
| ADELANTO | 356,019 | 238,702 | 149,389 | 319,026 | 6,000 | 1,069,136 | 983,202 | 2,052,339 |
| APPLE VALLEY | 727,534 | 487,794 | 300,272 | 651,938 | 7,500 | 2,175,038 | 2,009,200 | 4,184,238 |
| BARSTOW | 244,699 | 164,065 | 104,179 | 219,273 | 6,000 | 738,217 | 675,776 | 1,413,994 |
| BIG BEAR LAKE | 48,309 | 32,390 | 24,420 | 629,279 | 2,000 | 736,398 | 133,414 | 869,812 |
| CHINO | 912,386 | 611,733 | 375,346 | 817,582 | 7,500 | 2,724,546 | 2,519,698 | 5,244,244 |
| CHINO HILLS | 751,118 | 503,607 | 309,851 | 673,071 | 7,500 | 2,245,147 | 2,074,332 | 4,319,479 |
| COLTON | 515,168 | 345,408 | 214,025 | 461,638 | 7,500 | 1,543,739 | 1,422,719 | 2,966,458 |
| FONTANA | 2,100,387 | 1,408,259 | 857,827 | 1,882,140 | 10,000 | 6,258,613 | 5,800,550 | 12,059,163 |
| GRAND TERRACE | 125,790 | 84,339 | 55,887 | 112,720 | 3,000 | 381,736 | 347,389 | 729,125 |
| HESPERIA | 975,501 | 654,050 | 400,979 | 874,139 | 10,000 | 2,914,670 | 2,694,001 | 5,608,671 |
| HIGHLAND | 547,090 | 366,811 | 226,989 | 490,243 | 7,500 | 1,638,634 | 1,510,876 | 3,149,510 |
| LOMA LINDA | 242,668 | 162,703 | 103,354 | 217,453 | 6,000 | 732,178 | 670,166 | 1,402,343 |
| MONTCLAIR | 364,328 | 244,273 | 152,764 | 326,471 | 6,000 | 1,093,835 | 1,006,148 | 2,099,984 |
| NEEDLES | 47,188 | 31,638 | 23,964 | 42,285 | 1,000 | 146,076 | 130,317 | 276,393 |
| ONTARIO | 1,767,195 | 1,184,862 | 722,508 | 1,583,570 | 10,000 | 5,268,136 | 4,880,389 | 10,148,525 |
| RANCHO CUCAMONGA | 1,686,581 | 1,130,812 | 689,769 | 1,511,332 | 10,000 | 5,028,493 | 4,657,759 | 9,686,252 |
| REDLANDS | 704,256 | 472,187 | 290,818 | 631,078 | 7,500 | 2,105,840 | 1,944,915 | 4,050,754 |
| RIALTO | 1,011,659 | 678,293 | 415,664 | 906,540 | 10,000 | 3,022,155 | 2,793,856 | 5,816,012 |
| SAN BERNARDINO | 2,138,222 | 1,433,626 | 873,193 | 1,916,044 | 10,000 | 6,371,084 | 5,905,037 | 12,276,121 |
| TWENTYNINE PALMS | 270,986 | 181,690 | 114,855 | 242,829 | 6,000 | 816,360 | 748,372 | 1,564,732 |
| UPLAND | 758,421 | 508,503 | 312,816 | 679,615 | 7,500 | 2,266,855 | 2,094,499 | 4,361,354 |
| VICTORVILLE | 1,351,367 | 906,059 | 553,629 | 1,210,950 | 10,000 | 4,032,005 | 3,732,014 | 7,764,019 |
| YUCAIPA | 525,528 | 352,354 | 218,232 | 470,922 | 7,500 | 1,574,535 | 1,451,328 | 3,025,864 |
| YUCCA VALLEY | 211,091 | 141,531 | 90,530 | 189,157 | 5,000 | 637,309 | 582,961 | 1,220,270 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SAN DIEGO COUNTY** | | | | | | | | |
| CARLSBAD | 1,115,187 | 747,706 | 484,938 | 999,311 | 10,000 | 3,357,142 | 3,079,766 | 6,436,907 |
| CHULA VISTA | 2,696,745 | 1,808,102 | 1,165,868 | 2,416,532 | 10,000 | 8,097,248 | 7,447,487 | 15,544,734 |
| CORONADO | 225,245 | 151,022 | 101,778 | 201,841 | 5,000 | 684,886 | 622,051 | 1,306,937 |
| DEL MAR | 37,864 | 25,387 | 21,102 | 33,929 | 1,000 | 119,281 | 104,566 | 223,847 |
| EL CAJON | 1,018,904 | 683,151 | 443,483 | 913,032 | 10,000 | 3,068,570 | 2,813,864 | 5,882,434 |
| ENCINITAS | 593,742 | 398,090 | 260,432 | 532,047 | 7,500 | 1,791,811 | 1,639,712 | 3,431,522 |
| ESCONDIDO | 1,449,845 | 972,086 | 629,023 | 1,299,195 | 10,000 | 4,360,149 | 4,003,976 | 8,364,124 |
| IMPERIAL BEACH | 254,695 | 170,767 | 114,457 | 228,230 | 6,000 | 774,149 | 703,380 | 1,477,529 |
| LA MESA | 583,698 | 391,356 | 256,108 | 523,048 | 7,500 | 1,761,710 | 1,611,976 | 3,373,686 |
| LEMON GROVE | 269,894 | 180,957 | 121,001 | 241,850 | 6,000 | 819,703 | 745,355 | 1,565,057 |
| NATIONAL CITY | 565,078 | 378,871 | 248,091 | 506,362 | 7,500 | 1,705,903 | 1,560,553 | 3,266,455 |
| OCEANSIDE | 1,670,749 | 1,120,197 | 724,132 | 1,497,145 | 10,000 | 5,022,223 | 4,614,038 | 9,636,261 |
| POWAY | 482,796 | 323,703 | 212,665 | 432,630 | 7,500 | 1,459,294 | 1,333,318 | 2,792,612 |
| SAN DIEGO | 13,502,239 | 9,052,926 | 5,818,113 | 12,099,251 | 20,000 | 40,492,530 | 37,288,565 | 77,781,095 |
| SAN MARCOS | 930,757 | 624,050 | 405,532 | 834,044 | 7,500 | 2,801,883 | 2,570,432 | 5,372,316 |
| SANTEE | 571,681 | 383,298 | 250,934 | 512,279 | 7,500 | 1,725,692 | 1,578,787 | 3,304,480 |
| SOLANA BEACH | 124,448 | 83,440 | 58,381 | 111,517 | 3,000 | 380,786 | 343,684 | 724,470 |
| VISTA | 973,652 | 652,810 | 424,000 | 872,482 | 7,500 | 2,930,444 | 2,688,893 | 5,619,337 |
| **SAN FRANCISCO COUNTY** | | | | | | | | |
| SAN FRANCISCO | 8,375,452 | 5,615,539 | 2,123,371 | 7,505,178 | 20,000 | 23,639,540 | 23,130,133 | 46,769,673 |
| **SAN JOAQUIN COUNTY** | | | | | | | | |
| ESCALON | 71,338 | 47,830 | 33,628 | 63,925 | 2,000 | 218,722 | 197,011 | 415,733 |
| LATHROP | 369,876 | 247,993 | 154,269 | 331,443 | 6,000 | 1,109,582 | 1,021,472 | 2,131,053 |
| LODI | 642,971 | 431,097 | 264,628 | 576,161 | 7,500 | 1,922,357 | 1,775,666 | 3,698,023 |
| MANTECA | 898,270 | 602,268 | 367,795 | 804,932 | 7,500 | 2,680,766 | 2,480,714 | 5,161,479 |
| *MOUNTAIN HOUSE* | 275,951 | 185,018 | 118,291 | 247,277 | 5,000 | 831,537 | 762,081 | 1,593,618 |
| RIPON | 153,217 | 102,729 | 66,716 | 137,297 | 4,000 | 463,959 | 423,134 | 887,093 |
| STOCKTON | 3,075,054 | 2,061,750 | 1,247,445 | 2,755,532 | 10,000 | 9,149,781 | 8,492,248 | 17,642,030 |
| TRACY | 941,222 | 631,067 | 385,152 | 843,422 | 7,500 | 2,808,363 | 2,599,333 | 5,407,696 |
| **SAN LUIS OBISPO COUNTY** | | | | | | | | |
| ARROYO GRANDE | 175,824 | 117,886 | 92,108 | 157,555 | 4,000 | 547,374 | 485,567 | 1,032,941 |
| ATASCADERO | 295,165 | 197,901 | 151,369 | 264,495 | 6,000 | 914,930 | 815,145 | 1,730,075 |
| EL PASO DE ROBLES | 300,752 | 201,647 | 154,143 | 269,502 | 6,000 | 932,044 | 830,574 | 1,762,619 |
| GROVER BEACH | 122,561 | 82,174 | 65,659 | 109,826 | 3,000 | 383,220 | 338,470 | 721,690 |
| MORRO BAY | 101,171 | 67,833 | 55,038 | 90,658 | 3,000 | 317,699 | 279,399 | 597,098 |
| PISMO BEACH | 77,184 | 51,750 | 43,127 | 69,164 | 2,000 | 243,224 | 213,155 | 456,379 |
| SAN LUIS OBISPO | 474,698 | 318,274 | 240,519 | 425,373 | 6,000 | 1,464,864 | 1,310,954 | 2,775,819 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SAN MATEO COUNTY** | | | | | | | | |
| ATHERTON | 68,827 | 46,147 | 34,292 | 61,675 | 2,000 | 212,942 | 190,077 | 403,019 |
| BELMONT | 270,306 | 181,234 | 120,626 | 242,219 | 6,000 | 820,385 | 746,493 | 1,566,878 |
| BRISBANE | 46,488 | 31,169 | 24,720 | 41,658 | 1,000 | 145,036 | 128,385 | 273,422 |
| BURLINGAME | 302,372 | 202,733 | 134,366 | 270,953 | 6,000 | 916,424 | 835,047 | 1,751,471 |
| COLMA | 14,202 | 9,522 | 10,886 | 12,727 | 1,000 | 48,337 | 39,222 | 87,559 |
| DALY CITY | 1,004,673 | 673,609 | 435,303 | 900,280 | 10,000 | 3,023,864 | 2,774,563 | 5,798,427 |
| EAST PALO ALTO | 287,824 | 192,979 | 128,133 | 257,917 | 6,000 | 872,853 | 794,872 | 1,667,726 |
| FOSTER CITY | 322,822 | 216,445 | 143,130 | 289,279 | 6,000 | 977,675 | 891,525 | 1,869,200 |
| HALF MOON BAY | 112,613 | 75,504 | 53,055 | 100,912 | 3,000 | 345,084 | 310,999 | 656,083 |
| HILLSBOROUGH | 108,991 | 73,076 | 51,503 | 97,666 | 3,000 | 334,235 | 300,995 | 635,229 |
| MENLO PARK | 327,221 | 219,394 | 145,014 | 293,220 | 6,000 | 990,850 | 903,673 | 1,894,523 |
| MILLBRAE | 223,492 | 149,846 | 100,566 | 200,269 | 5,000 | 679,173 | 617,208 | 1,296,381 |
| PACIFICA | 370,633 | 248,501 | 163,617 | 332,122 | 6,000 | 1,120,872 | 1,023,563 | 2,144,435 |
| PORTOLA VALLEY | 42,521 | 28,509 | 23,020 | 38,103 | 1,000 | 133,153 | 117,429 | 250,582 |
| REDWOOD CITY | 799,763 | 536,222 | 347,499 | 716,662 | 7,500 | 2,407,646 | 2,208,672 | 4,616,318 |
| SAN BRUNO | 421,674 | 282,722 | 185,488 | 377,859 | 6,000 | 1,273,742 | 1,164,519 | 2,438,262 |
| SAN CARLOS | 294,571 | 197,503 | 131,024 | 263,963 | 6,000 | 893,060 | 813,504 | 1,706,564 |
| SAN MATEO | 1,013,116 | 679,270 | 438,921 | 907,845 | 10,000 | 3,049,151 | 2,797,879 | 5,847,030 |
| SOUTH SAN FRANCISCO | 634,969 | 425,731 | 276,885 | 568,991 | 7,500 | 1,914,076 | 1,753,567 | 3,667,643 |
| WOODSIDE | 50,858 | 34,099 | 26,593 | 45,574 | 2,000 | 159,125 | 140,454 | 299,578 |
| **SANTA BARBARA COUNTY** | | | | | | | | |
| BUELLTON | 49,296 | 33,052 | 21,682 | 44,174 | 2,000 | 150,205 | 136,140 | 286,344 |
| CARPINTERIA | 125,934 | 84,436 | 47,928 | 112,848 | 3,000 | 374,145 | 347,786 | 721,932 |
| GOLETA | 313,824 | 210,411 | 112,273 | 281,215 | 6,000 | 923,722 | 866,674 | 1,790,396 |
| GUADALUPE | 84,822 | 56,871 | 33,848 | 76,008 | 2,000 | 253,549 | 234,248 | 487,797 |
| LOMPOC | 426,887 | 286,218 | 150,992 | 382,530 | 6,000 | 1,252,628 | 1,178,917 | 2,431,544 |
| SANTA BARBARA | 837,655 | 561,628 | 291,665 | 750,617 | 7,500 | 2,449,065 | 2,313,318 | 4,762,382 |
| SANTA MARIA | 1,075,321 | 720,977 | 373,056 | 963,587 | 10,000 | 3,142,940 | 2,969,668 | 6,112,608 |
| SOLVANG | 55,717 | 37,357 | 23,881 | 49,928 | 2,000 | 168,883 | 153,872 | 322,755 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SANTA CLARA COUNTY** | | | | | | | | |
| CAMPBELL | 419,048 | 280,962 | 172,577 | 375,506 | 6,000 | 1,254,093 | 1,157,268 | 2,411,360 |
| CUPERTINO | 578,236 | 387,693 | 236,312 | 518,153 | 7,500 | 1,727,894 | 1,596,890 | 3,324,784 |
| GILROY | 596,128 | 399,689 | 243,476 | 534,186 | 7,500 | 1,780,979 | 1,646,302 | 3,427,280 |
| LOS ALTOS | 303,982 | 203,812 | 126,507 | 272,396 | 6,000 | 912,697 | 839,493 | 1,752,190 |
| LOS ALTOS HILLS | 81,918 | 54,924 | 37,598 | 73,406 | 2,000 | 249,846 | 226,229 | 476,075 |
| LOS GATOS | 320,513 | 214,896 | 133,126 | 287,209 | 6,000 | 961,744 | 885,147 | 1,846,891 |
| MILPITAS | 785,014 | 526,333 | 319,101 | 703,445 | 7,500 | 2,341,395 | 2,167,941 | 4,509,336 |
| MONTE SERENO | 34,854 | 23,369 | 18,755 | 31,233 | 1,000 | 109,211 | 96,256 | 205,467 |
| MORGAN HILL | 446,571 | 299,415 | 183,597 | 400,169 | 6,000 | 1,335,752 | 1,233,277 | 2,569,030 |
| MOUNTAIN VIEW | 829,078 | 555,877 | 336,744 | 742,931 | 7,500 | 2,472,130 | 2,289,631 | 4,761,761 |
| PALO ALTO | 659,272 | 442,026 | 268,757 | 590,769 | 7,500 | 1,968,324 | 1,820,684 | 3,789,009 |
| SAN JOSE | 9,702,612 | 6,505,368 | 3,889,499 | 8,694,435 | 20,000 | 28,811,914 | 26,795,295 | 55,607,209 |
| SANTA CLARA | 1,289,785 | 864,770 | 521,200 | 1,155,766 | 10,000 | 3,841,521 | 3,561,945 | 7,403,466 |
| SARATOGA | 298,136 | 199,893 | 124,167 | 267,157 | 6,000 | 895,353 | 823,349 | 1,718,702 |
| SUNNYVALE | 1,530,191 | 1,025,956 | 617,453 | 1,371,192 | 10,000 | 4,554,793 | 4,225,865 | 8,780,658 |
| **SANTA CRUZ COUNTY** | | | | | | | | |
| CAPITOLA | 94,482 | 63,348 | 40,096 | 84,664 | 2,000 | 284,590 | 260,926 | 545,515 |
| SANTA CRUZ | 619,990 | 415,689 | 236,414 | 555,569 | 7,500 | 1,835,162 | 1,712,201 | 3,547,363 |
| SCOTTS VALLEY | 115,661 | 77,548 | 48,008 | 103,643 | 3,000 | 347,859 | 319,415 | 667,274 |
| WATSONVILLE | 496,500 | 332,891 | 190,281 | 444,910 | 7,500 | 1,472,083 | 1,371,164 | 2,843,247 |
| **SHASTA COUNTY** | | | | | | | | |
| ANDERSON | 107,055 | 71,778 | 60,257 | 95,931 | 3,000 | 338,020 | 295,649 | 633,669 |
| REDDING | 898,394 | 602,352 | 470,188 | 805,044 | 7,500 | 2,783,478 | 2,481,058 | 5,264,536 |
| SHASTA LAKE | 99,110 | 66,451 | 56,141 | 88,812 | 3,000 | 313,515 | 273,709 | 587,223 |
| **SIERRA COUNTY** | | | | | | | | |
| LOYALTON | 7,072 | 4,742 | 6,449 | 7,779 | 1,000 | 27,043 | 19,532 | 46,575 |
| **SISKIYOU COUNTY** | | | | | | | | |
| DORRIS | 8,222 | 5,513 | 8,917 | 7,368 | 1,000 | 31,020 | 22,708 | 53,728 |
| DUNSMUIR | 16,320 | 10,942 | 12,971 | 51,146 | 1,000 | 92,380 | 45,071 | 137,451 |
| ETNA | 6,555 | 4,395 | 8,082 | 5,874 | 1,000 | 25,906 | 18,103 | 44,008 |
| FORT JONES | 6,651 | 4,459 | 8,130 | 5,960 | 1,000 | 26,200 | 18,367 | 44,567 |
| MONTAGUE | 11,778 | 7,897 | 10,697 | 10,554 | 1,000 | 41,925 | 32,526 | 74,452 |
| MOUNT SHASTA | 31,059 | 20,825 | 20,350 | 90,158 | 1,000 | 163,392 | 85,775 | 249,167 |
| TULELAKE | 8,625 | 5,783 | 9,118 | 7,729 | 1,000 | 32,255 | 23,819 | 56,074 |
| WEED | 27,974 | 18,756 | 18,805 | 66,222 | 1,000 | 132,757 | 77,254 | 210,010 |
| YREKA | 75,507 | 50,625 | 42,603 | 75,048 | 2,000 | 245,783 | 208,524 | 454,307 |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SOLANO COUNTY** | | | | | | | | |
| BENICIA | 259,534 | 174,012 | 113,822 | 232,567 | 6,000 | 785,935 | 716,745 | 1,502,680 |
| DIXON | 193,333 | 129,625 | 86,013 | 173,244 | 4,000 | 586,215 | 533,920 | 1,120,135 |
| FAIRFIELD | 1,156,894 | 775,669 | 490,773 | 1,036,683 | 10,000 | 3,470,019 | 3,194,945 | 6,664,964 |
| RIO VISTA | 99,072 | 66,425 | 46,417 | 88,778 | 3,000 | 303,692 | 273,603 | 577,295 |
| SUISUN CITY | 282,266 | 189,253 | 123,371 | 252,936 | 6,000 | 853,825 | 779,522 | 1,633,347 |
| VACAVILLE | 988,813 | 662,975 | 420,167 | 886,067 | 10,000 | 2,968,022 | 2,730,762 | 5,698,784 |
| VALLEJO | 1,206,880 | 809,184 | 511,770 | 1,081,476 | 10,000 | 3,619,310 | 3,332,990 | 6,952,300 |
| **SONOMA COUNTY** | | | | | | | | |
| CLOVERDALE | 86,336 | 57,886 | 41,689 | 77,365 | 2,000 | 265,276 | 238,430 | 503,706 |
| COTATI | 72,651 | 48,711 | 35,842 | 65,102 | 2,000 | 224,305 | 200,637 | 424,942 |
| HEALDSBURG | 108,368 | 72,658 | 51,103 | 97,107 | 3,000 | 332,236 | 299,275 | 631,511 |
| PETALUMA | 573,349 | 384,416 | 249,778 | 513,773 | 7,500 | 1,728,816 | 1,583,392 | 3,312,208 |
| ROHNERT PARK | 422,354 | 283,178 | 185,262 | 378,468 | 6,000 | 1,275,263 | 1,166,398 | 2,441,661 |
| SANTA ROSA | 1,710,156 | 1,146,618 | 735,507 | 1,532,457 | 10,000 | 5,134,738 | 4,722,865 | 9,857,603 |
| SEBASTOPOL | 72,095 | 48,338 | 35,604 | 64,604 | 2,000 | 222,641 | 199,102 | 421,743 |
| SONOMA | 103,212 | 69,201 | 48,900 | 92,487 | 3,000 | 316,800 | 285,036 | 601,836 |
| WINDSOR | 251,245 | 168,454 | 112,151 | 225,139 | 6,000 | 762,988 | 693,852 | 1,456,840 |
| **STANISLAUS COUNTY** | | | | | | | | |
| CERES | 481,368 | 322,746 | 193,163 | 431,350 | 7,500 | 1,436,127 | 1,329,374 | 2,765,501 |
| HUGHSON | 76,446 | 51,255 | 34,714 | 68,503 | 2,000 | 232,917 | 211,117 | 444,034 |
| MODESTO | 2,106,070 | 1,412,069 | 828,919 | 1,887,233 | 10,000 | 6,244,291 | 5,816,244 | 12,060,535 |
| NEWMAN | 118,727 | 79,604 | 51,259 | 106,391 | 3,000 | 358,980 | 327,884 | 686,865 |
| OAKDALE | 222,629 | 149,268 | 91,916 | 199,496 | 5,000 | 668,309 | 614,826 | 1,283,135 |
| PATTERSON | 247,900 | 166,211 | 101,805 | 222,142 | 6,000 | 744,058 | 684,616 | 1,428,674 |
| RIVERBANK | 250,028 | 167,638 | 102,638 | 224,048 | 6,000 | 750,351 | 690,491 | 1,440,842 |
| TURLOCK | 692,095 | 464,033 | 275,621 | 620,181 | 7,500 | 2,059,430 | 1,911,330 | 3,970,760 |
| WATERFORD | 87,869 | 58,914 | 39,184 | 78,739 | 2,000 | 266,706 | 242,664 | 509,370 |
| **SUTTER COUNTY** | | | | | | | | |
| LIVE OAK | 92,555 | 62,056 | 39,593 | 82,938 | 2,000 | 279,142 | 255,606 | 534,748 |
| YUBA CITY | 675,171 | 452,686 | 258,605 | 605,015 | 7,500 | 1,998,978 | 1,864,591 | 3,863,569 |
| **TEHAMA COUNTY** | | | | | | | | |
| CORNING | 79,235 | 53,125 | 34,596 | 71,001 | 2,000 | 239,957 | 218,819 | 458,775 |
| RED BLUFF | 141,909 | 95,147 | 58,164 | 127,164 | 3,000 | 425,384 | 391,905 | 817,289 |
| TEHAMA | 4,159 | 2,789 | 6,364 | 3,727 | 1,000 | 18,039 | 11,486 | 29,525 |
| **TRINITY COUNTY** | | | | | | | | |

ATTACHMENT A

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***

***Estimated January 2026***

| | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL HUTA | Road Mntnc Rehab Acct | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | | | |
| **TULARE COUNTY** | | | | | | | | |
| DINUBA | 249,405 | 167,220 | 95,433 | 223,490 | 6,000 | 741,547 | 688,771 | 1,430,318 |
| EXETER | 99,187 | 66,502 | 40,844 | 88,881 | 3,000 | 298,414 | 273,920 | 572,335 |
| FARMERSVILLE | 99,589 | 66,772 | 40,990 | 89,241 | 3,000 | 299,594 | 275,032 | 574,626 |
| LINDSAY | 121,947 | 81,763 | 49,115 | 109,276 | 3,000 | 365,101 | 336,777 | 701,878 |
| PORTERVILLE | 609,707 | 408,794 | 226,365 | 546,354 | 7,500 | 1,798,721 | 1,683,804 | 3,482,525 |
| TULARE | 699,599 | 469,064 | 259,031 | 626,905 | 7,500 | 2,062,099 | 1,932,052 | 3,994,151 |
| VISALIA | 1,408,531 | 944,386 | 516,655 | 1,262,174 | 10,000 | 4,141,747 | 3,889,882 | 8,031,629 |
| WOODLAKE | 76,714 | 51,435 | 32,678 | 68,743 | 2,000 | 231,570 | 211,858 | 443,428 |
| **TUOLUMNE COUNTY** | | | | | | | | |
| SONORA | 49,862 | 33,431 | 33,276 | 44,681 | 2,000 | 163,250 | 137,701 | 300,951 |
| **VENTURA COUNTY** | | | | | | | | |
| CAMARILLO | 678,238 | 454,742 | 295,232 | 607,763 | 7,500 | 2,043,475 | 1,873,060 | 3,916,535 |
| FILLMORE | 163,251 | 109,456 | 74,707 | 146,288 | 4,000 | 497,702 | 450,844 | 948,546 |
| MOORPARK | 347,106 | 232,727 | 153,436 | 311,039 | 6,000 | 1,050,309 | 958,589 | 2,008,898 |
| OJAI | 73,676 | 49,398 | 36,349 | 66,021 | 2,000 | 227,444 | 203,469 | 430,913 |
| OXNARD | 1,932,938 | 1,295,989 | 832,514 | 1,732,091 | 10,000 | 5,803,532 | 5,338,114 | 11,141,646 |
| PORT HUENEME | 211,455 | 141,776 | 95,348 | 189,483 | 5,000 | 643,062 | 583,967 | 1,227,029 |
| SAN BUENAVENTURA | 1,054,928 | 707,304 | 456,537 | 945,312 | 10,000 | 3,174,080 | 2,913,349 | 6,087,429 |
| SANTA PAULA | 303,388 | 203,414 | 134,715 | 271,863 | 6,000 | 919,380 | 837,853 | 1,757,233 |
| SIMI VALLEY | 1,209,400 | 810,874 | 522,684 | 1,083,734 | 10,000 | 3,636,693 | 3,339,950 | 6,976,643 |
| THOUSAND OAKS | 1,215,409 | 814,903 | 525,257 | 1,089,119 | 10,000 | 3,654,688 | 3,356,544 | 7,011,232 |
| **YOLO COUNTY** | | | | | | | | |
| DAVIS | 626,967 | 420,366 | 281,819 | 561,820 | 7,500 | 1,898,472 | 1,731,468 | 3,629,941 |
| WEST SACRAMENTO | 530,943 | 355,984 | 239,391 | 475,773 | 7,500 | 1,609,591 | 1,466,282 | 3,075,873 |
| WINTERS | 76,867 | 51,538 | 38,763 | 68,880 | 2,000 | 238,049 | 212,282 | 450,330 |
| WOODLAND | 590,551 | 395,950 | 265,728 | 529,188 | 7,500 | 1,788,917 | 1,630,899 | 3,419,815 |
| **YUBA COUNTY** | | | | | | | | |
| MARYSVILLE | 126,126 | 84,564 | 45,299 | 113,020 | 3,000 | 372,009 | 348,316 | 720,324 |
| WHEATLAND | 38,448 | 25,779 | 17,146 | 34,453 | 1,000 | 116,825 | 106,181 | 223,006 |
| Statewide Total | $ 320,491,000 | $ 214,881,500 | $ 128,094,662 | $ 293,573,000 | $ 2,724,000 | $ 959,764,162 | $ 885,086,500 | $ 1,844,850,662 |

**Notes:**

1. The Highway Users Tax is also known as the "Motor Vehicle Fuel Tax", the "Gasoline Excise Tax" and "Article XIX Revenues."
2. Rolling Hills has no public streets and is therefore not eligible for HUTA or RMRA allocations.
3. Str&HwysCode §§ 2103, 2105, 2106, 2107 and RMRA amounts are paid monthly. Includes special payments for snow removal.
4. Str&HwysCode § 2107.5 amounts are typically paid by the State Controller once per year in July.

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL HUTA | Road Mntnc Rehab Acct | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | | | |
| **ALAMEDA COUNTY** | | | | | | | | |
| ALAMEDA | 772,536 | 516,581 | 291,689 | 690,786 | 7,500 | 2,279,092 | 2,217,185 | 4,496,277 |
| ALBANY | 206,977 | 138,402 | 81,663 | 185,075 | 5,000 | 617,118 | 594,027 | 1,211,145 |
| BERKELEY | 1,254,789 | 839,055 | 470,778 | 1,122,008 | 10,000 | 3,696,630 | 3,601,256 | 7,297,886 |
| DUBLIN | 730,214 | 488,281 | 275,972 | 652,943 | 7,500 | 2,154,909 | 2,095,719 | 4,250,628 |
| EMERYVILLE | 131,699 | 88,065 | 53,708 | 117,762 | 3,000 | 394,233 | 377,976 | 772,210 |
| FREMONT | 2,274,191 | 1,520,710 | 849,343 | 2,033,536 | 10,000 | 6,687,780 | 6,526,946 | 13,214,726 |
| HAYWARD | 1,603,623 | 1,072,314 | 600,321 | 1,433,928 | 10,000 | 4,720,186 | 4,602,412 | 9,322,598 |
| LIVERMORE | 858,012 | 573,737 | 323,431 | 767,217 | 7,500 | 2,529,896 | 2,462,500 | 4,992,397 |
| NEWARK | 477,932 | 319,584 | 182,285 | 427,357 | 6,000 | 1,413,159 | 1,371,669 | 2,784,828 |
| OAKLAND | 4,234,655 | 2,831,636 | 1,577,381 | 3,786,544 | 10,000 | 12,440,216 | 12,153,495 | 24,593,711 |
| PIEDMONT | 110,161 | 73,663 | 45,709 | 98,504 | 3,000 | 331,037 | 316,163 | 647,201 |
| PLEASANTON | 780,201 | 521,706 | 294,535 | 697,640 | 7,500 | 2,301,582 | 2,239,183 | 4,540,765 |
| SAN LEANDRO | 888,915 | 594,401 | 334,907 | 794,850 | 7,500 | 2,620,574 | 2,551,193 | 5,171,767 |
| UNION CITY | 685,252 | 458,215 | 259,275 | 612,738 | 7,500 | 2,022,981 | 1,966,678 | 3,989,659 |
| **ALPINE COUNTY** | | | | | | | | |
| **AMADOR COUNTY** | | | | | | | | |
| AMADOR | 1,955 | 1,307 | 5,753 | 1,748 | 1,000 | 11,764 | 5,612 | 17,375 |
| IONE | 88,350 | 59,078 | 47,844 | 79,001 | 2,000 | 276,272 | 253,565 | 529,837 |
| JACKSON | 49,185 | 32,889 | 28,763 | 43,981 | 2,000 | 156,818 | 141,162 | 297,981 |
| PLYMOUTH | 10,969 | 7,335 | 10,144 | 9,808 | 1,000 | 39,257 | 31,482 | 70,738 |
| SUTTER CREEK | 25,849 | 17,285 | 17,394 | 23,114 | 1,000 | 84,641 | 74,187 | 158,828 |
| **BUTTE COUNTY** | | | | | | | | |
| BIGGS | 19,289 | 12,898 | 12,458 | 17,248 | 1,000 | 62,893 | 55,359 | 118,252 |
| CHICO | 1,113,021 | 744,257 | 446,685 | 995,241 | 10,000 | 3,309,203 | 3,194,379 | 6,503,582 |
| GRIDLEY | 71,622 | 47,893 | 33,235 | 64,043 | 2,000 | 218,793 | 205,557 | 424,350 |
| OROVILLE | 195,617 | 130,806 | 82,463 | 174,917 | 4,000 | 587,803 | 561,423 | 1,149,226 |
| PARADISE | 108,401 | 72,486 | 47,837 | 101,987 | 3,000 | 333,711 | 311,113 | 644,824 |
| **CALAVERAS COUNTY** | | | | | | | | |
| ANGELS CAMP | 35,704 | 23,874 | 30,561 | 31,925 | 1,000 | 123,065 | 102,470 | 225,535 |
| **COLUSA COUNTY** | | | | | | | | |
| COLUSA | 63,899 | 42,728 | 21,928 | 57,137 | 2,000 | 187,692 | 183,391 | 371,082 |
| WILLIAMS | 54,641 | 36,537 | 19,446 | 48,859 | 2,000 | 161,482 | 156,819 | 318,301 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL HUTA | Road Mntnc Rehab Acct | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | | | |
| **CONTRA COSTA COUNTY** | | | | | | | | |
| ANTIOCH | 1,141,705 | 763,437 | 457,566 | 1,020,890 | 10,000 | 3,393,598 | 3,276,703 | 6,670,301 |
| BRENTWOOD | 642,773 | 429,811 | 259,705 | 574,755 | 7,500 | 1,914,543 | 1,844,764 | 3,759,307 |
| CLAYTON | 108,167 | 72,329 | 47,696 | 96,721 | 3,000 | 327,912 | 310,440 | 638,352 |
| CONCORD | 1,227,142 | 820,567 | 491,448 | 1,097,285 | 10,000 | 3,646,442 | 3,521,906 | 7,168,348 |
| DANVILLE | 426,909 | 285,466 | 174,099 | 381,733 | 6,000 | 1,274,207 | 1,225,232 | 2,499,439 |
| EL CERRITO | 253,983 | 169,834 | 105,522 | 227,106 | 6,000 | 762,445 | 728,932 | 1,491,377 |
| HERCULES | 256,388 | 171,442 | 106,476 | 229,257 | 6,000 | 769,562 | 735,835 | 1,505,397 |
| LAFAYETTE | 248,567 | 166,212 | 103,374 | 222,263 | 6,000 | 746,416 | 713,388 | 1,459,804 |
| MARTINEZ | 366,999 | 245,405 | 150,341 | 328,163 | 6,000 | 1,096,907 | 1,053,289 | 2,150,196 |
| MORAGA | 169,162 | 113,116 | 71,885 | 151,261 | 4,000 | 509,424 | 485,497 | 994,920 |
| OAKLEY | 457,793 | 306,118 | 186,347 | 409,349 | 6,000 | 1,365,606 | 1,313,869 | 2,679,475 |
| ORINDA | 190,846 | 127,615 | 80,484 | 170,651 | 4,000 | 573,597 | 547,730 | 1,121,327 |
| PINOLE | 185,117 | 123,785 | 78,212 | 165,528 | 4,000 | 556,642 | 531,288 | 1,087,930 |
| PITTSBURG | 746,668 | 499,283 | 300,906 | 667,655 | 7,500 | 2,222,012 | 2,142,942 | 4,364,954 |
| PLEASANT HILL | 337,405 | 225,617 | 138,605 | 301,701 | 6,000 | 1,009,328 | 968,356 | 1,977,684 |
| RICHMOND | 1,133,092 | 757,678 | 454,151 | 1,013,188 | 10,000 | 3,368,109 | 3,251,983 | 6,620,092 |
| SAN PABLO | 314,851 | 210,535 | 129,661 | 281,533 | 6,000 | 942,580 | 903,625 | 1,846,205 |
| SAN RAMON | 827,079 | 553,053 | 332,795 | 739,557 | 7,500 | 2,459,984 | 2,373,723 | 4,833,707 |
| WALNUT CREEK | 687,344 | 459,614 | 277,380 | 614,609 | 7,500 | 2,046,448 | 1,972,683 | 4,019,130 |
| **DEL NORTE COUNTY** | | | | | | | | |
| CRESCENT CITY | 65,815 | 44,009 | 25,453 | 58,851 | 2,000 | 196,128 | 188,890 | 385,018 |
| **EL DORADO COUNTY** | | | | | | | | |
| PLACERVILLE | 105,781 | 70,734 | 73,155 | 94,994 | 3,000 | 347,665 | 303,593 | 651,258 |
| SOUTH LAKE TAHOE | 209,451 | 140,056 | 140,146 | 1,717,290 | 5,000 | 2,211,943 | 601,126 | 2,813,069 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **FRESNO COUNTY** | | | | | | | | |
| CLOVIS | 1,262,347 | 844,108 | 430,589 | 1,128,765 | 10,000 | 3,675,809 | 3,622,945 | 7,298,754 |
| COALINGA | 176,348 | 117,921 | 64,282 | 157,687 | 4,000 | 520,237 | 506,120 | 1,026,357 |
| FIREBAUGH | 85,192 | 56,966 | 33,535 | 76,177 | 2,000 | 253,871 | 244,502 | 498,373 |
| FOWLER | 74,956 | 50,122 | 30,083 | 67,024 | 2,000 | 224,185 | 215,125 | 439,310 |
| FRESNO | 5,445,802 | 3,641,509 | 1,841,668 | 4,869,527 | 20,000 | 15,818,506 | 15,629,497 | 31,448,003 |
| HURON | 67,770 | 45,317 | 27,659 | 60,599 | 2,000 | 203,345 | 194,502 | 397,847 |
| KERMAN | 171,430 | 114,632 | 62,623 | 153,290 | 4,000 | 505,975 | 492,006 | 997,982 |
| KINGSBURG | 129,880 | 86,849 | 48,609 | 116,136 | 3,000 | 384,474 | 372,758 | 757,231 |
| MENDOTA | 124,259 | 83,090 | 46,712 | 111,110 | 3,000 | 368,171 | 356,624 | 724,795 |
| ORANGE COVE | 94,998 | 63,523 | 36,843 | 84,945 | 2,000 | 282,309 | 272,645 | 554,954 |
| PARLIER | 143,215 | 95,766 | 53,107 | 128,060 | 3,000 | 423,148 | 411,029 | 834,177 |
| REEDLEY | 260,083 | 173,913 | 92,526 | 232,561 | 6,000 | 765,083 | 746,441 | 1,511,524 |
| SANGER | 264,326 | 176,750 | 93,957 | 236,355 | 6,000 | 777,389 | 758,618 | 1,536,007 |
| SAN JOAQUIN | 36,153 | 24,175 | 16,995 | 32,328 | 1,000 | 110,651 | 103,760 | 214,411 |
| SELMA | 241,606 | 161,557 | 86,294 | 216,039 | 5,000 | 710,496 | 693,410 | 1,403,906 |
| **GLENN COUNTY** | | | | | | | | |
| ORLAND | 85,094 | 56,901 | 31,757 | 76,090 | 2,000 | 251,842 | 244,221 | 496,063 |
| WILLOWS | 63,303 | 42,329 | 24,853 | 56,604 | 2,000 | 189,089 | 181,679 | 370,768 |
| **HUMBOLDT COUNTY** | | | | | | | | |
| ARCATA | 185,763 | 124,216 | 83,905 | 166,105 | 4,000 | 563,988 | 533,140 | 1,097,128 |
| BLUE LAKE | 11,781 | 7,877 | 9,817 | 10,534 | 1,000 | 41,009 | 33,811 | 74,819 |
| EUREKA | 263,691 | 176,325 | 117,089 | 235,787 | 6,000 | 798,892 | 756,795 | 1,555,687 |
| FERNDALE | 13,628 | 9,113 | 10,603 | 12,186 | 1,000 | 46,531 | 39,114 | 85,645 |
| FORTUNA | 122,499 | 81,913 | 56,965 | 109,536 | 3,000 | 373,913 | 351,573 | 725,486 |
| RIO DELL | 33,142 | 22,162 | 18,913 | 29,635 | 1,000 | 104,852 | 95,118 | 199,970 |
| TRINIDAD | 3,001 | 2,007 | 6,078 | 2,684 | 1,000 | 14,770 | 8,614 | 23,384 |
| **IMPERIAL COUNTY** | | | | | | | | |
| BRAWLEY | 283,048 | 189,269 | 116,150 | 253,096 | 6,000 | 847,563 | 812,350 | 1,659,913 |
| CALEXICO | 391,772 | 261,971 | 158,921 | 350,315 | 6,000 | 1,168,979 | 1,124,389 | 2,293,368 |
| CALIPATRIA | 63,879 | 42,715 | 29,930 | 57,120 | 2,000 | 195,644 | 183,334 | 378,978 |
| EL CENTRO | 449,786 | 300,763 | 181,743 | 402,189 | 6,000 | 1,340,482 | 1,290,889 | 2,631,370 |
| HOLTVILLE | 55,579 | 37,165 | 26,665 | 49,698 | 2,000 | 171,106 | 159,513 | 330,619 |
| IMPERIAL | 223,549 | 149,483 | 92,743 | 199,893 | 5,000 | 670,667 | 641,586 | 1,312,253 |
| WESTMORLAND | 20,374 | 13,624 | 12,815 | 18,218 | 1,000 | 66,031 | 58,474 | 124,505 |
| **INYO COUNTY** | | | | | | | | |
| BISHOP | 37,688 | 25,201 | 20,846 | 33,700 | 1,000 | 118,436 | 108,166 | 226,601 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **KERN COUNTY** | | | | | | | | |
| ARVIN | 195,441 | 130,688 | 58,441 | 174,760 | 4,000 | 563,330 | 560,918 | 1,124,248 |
| BAKERSFIELD | 4,098,664 | 2,740,702 | 1,129,725 | 3,664,944 | 10,000 | 11,644,035 | 11,763,201 | 23,407,236 |
| CALIFORNIA CITY | 146,823 | 98,178 | 45,097 | 131,286 | 4,000 | 425,384 | 421,383 | 846,767 |
| DELANO | 516,500 | 345,374 | 146,559 | 461,844 | 7,500 | 1,477,778 | 1,482,360 | 2,960,138 |
| MARICOPA | 10,031 | 6,707 | 7,553 | 8,969 | 1,000 | 34,260 | 28,788 | 63,048 |
| MCFARLAND | 138,953 | 92,915 | 42,937 | 124,249 | 3,000 | 402,054 | 398,796 | 800,850 |
| RIDGECREST | 277,515 | 185,569 | 80,967 | 248,148 | 6,000 | 798,199 | 796,469 | 1,594,668 |
| SHAFTER | 229,307 | 153,333 | 67,736 | 205,042 | 5,000 | 660,418 | 658,113 | 1,318,531 |
| TAFT | 83,794 | 56,032 | 27,798 | 74,927 | 2,000 | 244,551 | 240,490 | 485,040 |
| TEHACHAPI | 127,495 | 85,253 | 39,792 | 114,003 | 3,000 | 369,544 | 365,911 | 735,455 |
| WASCO | 265,069 | 177,247 | 77,551 | 237,020 | 6,000 | 762,887 | 760,751 | 1,523,638 |
| **KINGS COUNTY** | | | | | | | | |
| AVENAL | 133,879 | 89,522 | 43,809 | 119,712 | 3,000 | 389,922 | 384,233 | 774,155 |
| CORCORAN | 211,426 | 141,377 | 66,404 | 189,053 | 5,000 | 613,259 | 606,794 | 1,220,052 |
| HANFORD | 598,691 | 400,334 | 179,242 | 535,338 | 7,500 | 1,721,104 | 1,718,248 | 3,439,352 |
| LEMOORE | 270,730 | 181,032 | 83,683 | 242,081 | 6,000 | 783,526 | 776,997 | 1,560,523 |
| **LAKE COUNTY** | | | | | | | | |
| CLEARLAKE | 164,929 | 110,285 | 63,144 | 147,476 | 4,000 | 489,834 | 473,347 | 963,181 |
| LAKEPORT | 49,136 | 32,857 | 22,182 | 43,937 | 2,000 | 150,112 | 141,022 | 291,134 |
| **LASSEN COUNTY** | | | | | | | | |
| SUSANVILLE | 158,701 | 106,121 | 50,816 | 176,408 | 4,000 | 496,046 | 455,474 | 951,520 |
| **LOS ANGELES COUNTY** | | | | | | | | |
| AGOURA HILLS | 197,797 | 132,263 | 79,112 | 176,866 | 5,000 | 591,039 | 567,680 | 1,158,719 |
| ALHAMBRA | 807,741 | 540,122 | 308,265 | 722,266 | 7,500 | 2,385,894 | 2,318,224 | 4,704,118 |
| ARCADIA | 556,056 | 371,824 | 213,708 | 497,214 | 7,500 | 1,646,302 | 1,595,885 | 3,242,187 |
| ARTESIA | 160,305 | 107,193 | 65,026 | 143,341 | 4,000 | 479,865 | 460,076 | 939,940 |
| AVALON | 33,660 | 22,508 | 17,446 | 30,098 | 1,000 | 104,713 | 96,606 | 201,318 |
| AZUSA | 491,257 | 328,495 | 189,364 | 439,273 | 7,500 | 1,455,889 | 1,409,913 | 2,865,801 |
| BALDWIN PARK | 704,257 | 470,924 | 269,387 | 629,733 | 7,500 | 2,081,801 | 2,021,224 | 4,103,025 |
| BELL | 333,710 | 223,146 | 130,174 | 298,397 | 6,000 | 991,425 | 957,750 | 1,949,175 |
| BELLFLOWER | 770,933 | 515,509 | 294,437 | 689,353 | 7,500 | 2,277,730 | 2,212,583 | 4,490,314 |
| BELL GARDENS | 386,082 | 258,166 | 149,850 | 345,227 | 6,000 | 1,145,325 | 1,108,059 | 2,253,384 |
| BEVERLY HILLS | 319,681 | 213,765 | 124,903 | 285,852 | 6,000 | 950,200 | 917,486 | 1,867,686 |
| BRADBURY | 8,994 | 6,014 | 8,179 | 8,043 | 1,000 | 32,230 | 25,814 | 58,044 |
| BURBANK | 1,047,753 | 700,613 | 398,437 | 936,880 | 10,000 | 3,093,684 | 3,007,060 | 6,100,744 |
| CALABASAS | 227,058 | 151,830 | 90,105 | 203,031 | 5,000 | 677,024 | 651,659 | 1,328,683 |
| CARSON | 917,179 | 613,301 | 349,381 | 820,123 | 7,500 | 2,707,483 | 2,632,311 | 5,339,794 |
| CERRITOS | 482,576 | 322,690 | 186,102 | 431,510 | 6,000 | 1,428,877 | 1,384,997 | 2,813,874 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| ***Estimated January 2026*** | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103[3] | Sec2105[3] | Sec2106[3] | Sec2107[3] | Sec2107.5[4] | HUTA | Rehab Acct | |
| CLAREMONT | 374,771 | 250,602 | 145,600 | 335,113 | 6,000 | 1,112,086 | 1,075,596 | 2,187,682 |
| COMMERCE | 120,984 | 80,900 | 50,253 | 108,181 | 3,000 | 363,318 | 347,224 | 710,542 |
| COMPTON | 939,430 | 628,180 | 357,740 | 840,020 | 7,500 | 2,772,870 | 2,696,172 | 5,469,041 |
| COVINA | 501,532 | 335,366 | 193,224 | 448,460 | 7,500 | 1,486,082 | 1,439,402 | 2,925,485 |
| CUDAHY | 222,639 | 148,875 | 88,445 | 199,080 | 5,000 | 664,039 | 638,977 | 1,303,016 |
| CULVER CITY | 395,311 | 264,337 | 153,317 | 353,479 | 6,000 | 1,172,445 | 1,134,547 | 2,306,992 |
| DIAMOND BAR | 537,265 | 359,260 | 206,649 | 480,412 | 7,500 | 1,591,086 | 1,541,956 | 3,133,042 |
| DOWNEY | 1,113,715 | 744,721 | 423,219 | 995,862 | 10,000 | 3,287,516 | 3,196,371 | 6,483,887 |
| DUARTE | 232,152 | 155,236 | 92,019 | 207,586 | 5,000 | 691,992 | 666,278 | 1,358,270 |
| EL MONTE | 1,067,081 | 713,538 | 405,699 | 954,163 | 10,000 | 3,150,480 | 3,062,532 | 6,213,012 |
| EL SEGUNDO | 169,260 | 113,181 | 68,390 | 151,349 | 4,000 | 506,180 | 485,777 | 991,957 |
| GARDENA | 595,435 | 398,157 | 228,503 | 532,426 | 7,500 | 1,762,022 | 1,708,905 | 3,470,926 |
| GLENDALE | 1,915,189 | 1,280,652 | 724,330 | 1,712,524 | 10,000 | 5,642,695 | 5,496,609 | 11,139,304 |
| GLENDORA | 513,303 | 343,237 | 197,646 | 458,986 | 7,500 | 1,520,672 | 1,473,185 | 2,993,857 |
| HAWAIIAN GARDENS | 136,343 | 91,170 | 56,023 | 121,915 | 3,000 | 408,450 | 391,304 | 799,755 |
| HAWTHORNE | 860,241 | 575,227 | 327,989 | 769,210 | 7,500 | 2,540,167 | 2,468,898 | 5,009,065 |
| HERMOSA BEACH | 192,694 | 128,851 | 77,194 | 172,303 | 4,000 | 575,043 | 553,034 | 1,128,076 |
| HIDDEN HILLS | 17,070 | 11,414 | 11,213 | 15,263 | 1,000 | 55,960 | 48,990 | 104,950 |
| HUNTINGTON PARK | 534,909 | 357,684 | 205,763 | 478,305 | 7,500 | 1,584,162 | 1,535,194 | 3,119,356 |
| INDUSTRY | 4,214 | 2,818 | 6,383 | 3,768 | 1,000 | 18,182 | 12,093 | 30,275 |
| INGLEWOOD | 1,060,854 | 709,373 | 403,359 | 948,594 | 10,000 | 3,132,180 | 3,044,659 | 6,176,839 |
| IRWINDALE | 14,753 | 9,865 | 10,343 | 13,192 | 1,000 | 49,152 | 42,340 | 91,492 |
| LA CANADA FLINTRIDGE | 200,818 | 134,284 | 80,247 | 179,568 | 5,000 | 599,916 | 576,350 | 1,176,266 |
| LA HABRA HEIGHTS | 55,276 | 36,962 | 25,567 | 49,427 | 2,000 | 169,232 | 158,643 | 327,875 |
| LAKEWOOD | 804,534 | 537,977 | 307,061 | 719,399 | 7,500 | 2,376,471 | 2,309,020 | 4,685,491 |
| LA MIRADA | 482,068 | 322,350 | 185,911 | 431,055 | 6,000 | 1,427,384 | 1,383,538 | 2,810,921 |
| LANCASTER | 1,737,942 | 1,162,130 | 657,738 | 1,554,033 | 10,000 | 5,121,844 | 4,987,908 | 10,109,752 |
| LA PUENTE | 371,584 | 248,471 | 144,403 | 332,263 | 6,000 | 1,102,720 | 1,066,448 | 2,169,169 |
| LA VERNE | 317,051 | 212,006 | 123,915 | 283,500 | 6,000 | 942,472 | 909,938 | 1,852,410 |
| LAWNDALE | 310,676 | 207,744 | 121,520 | 277,801 | 6,000 | 923,741 | 891,644 | 1,815,385 |
| LOMITA | 204,631 | 136,833 | 81,679 | 182,977 | 5,000 | 611,120 | 587,293 | 1,198,413 |
| LONG BEACH | 4,539,055 | 3,035,183 | 1,710,106 | 4,058,732 | 10,000 | 13,353,076 | 13,027,125 | 26,380,201 |
| LOS ANGELES | 38,113,889 | 25,486,062 | 14,324,048 | 34,080,677 | 20,000 | 112,024,676 | 109,387,175 | 221,411,851 |
| LYNWOOD | 670,196 | 448,148 | 256,590 | 599,276 | 7,500 | 1,981,710 | 1,923,468 | 3,905,178 |
| MALIBU | 104,960 | 70,185 | 44,233 | 93,853 | 3,000 | 316,231 | 301,236 | 617,468 |
| MANHATTAN BEACH | 346,693 | 231,827 | 135,051 | 310,006 | 6,000 | 1,029,577 | 995,011 | 2,024,589 |
| MAYWOOD | 245,663 | 164,270 | 97,095 | 219,667 | 6,000 | 732,695 | 705,055 | 1,437,749 |
| MONROVIA | 380,500 | 254,433 | 147,752 | 340,235 | 6,000 | 1,128,921 | 1,092,038 | 2,220,959 |
| MONTEBELLO | 613,297 | 410,101 | 235,213 | 548,398 | 7,500 | 1,814,509 | 1,760,167 | 3,574,676 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103[3] | Sec2105[3] | Sec2106[3] | Sec2107[3] | Sec2107.5[4] | HUTA | Rehab Acct | |
| MONTEREY PARK | 597,215 | 399,347 | 229,171 | 534,017 | 7,500 | 1,767,250 | 1,714,011 | 3,481,261 |
| NORWALK | 1,011,023 | 676,053 | 384,638 | 904,037 | 10,000 | 2,985,750 | 2,901,644 | 5,887,394 |
| PALMDALE | 1,654,969 | 1,106,648 | 626,566 | 1,479,840 | 10,000 | 4,878,023 | 4,749,775 | 9,627,799 |
| PALOS VERDES ESTATES | 130,535 | 87,287 | 53,842 | 116,722 | 3,000 | 391,386 | 374,637 | 766,023 |
| PARAMOUNT | 522,718 | 349,532 | 201,183 | 467,404 | 7,500 | 1,548,337 | 1,500,205 | 3,048,543 |
| PASADENA | 1,374,874 | 919,353 | 521,335 | 1,229,385 | 10,000 | 4,054,946 | 3,945,899 | 8,000,845 |
| PICO RIVERA | 607,431 | 406,178 | 233,010 | 543,153 | 7,500 | 1,797,272 | 1,743,332 | 3,540,604 |
| POMONA | 1,496,209 | 1,000,488 | 566,920 | 1,337,880 | 10,000 | 4,411,498 | 4,294,133 | 8,705,631 |
| RANCHO PALOS VERDES | 412,655 | 275,935 | 159,833 | 368,988 | 6,000 | 1,223,410 | 1,184,322 | 2,407,732 |
| REDONDO BEACH | 686,513 | 459,059 | 262,720 | 613,866 | 7,500 | 2,029,658 | 1,970,298 | 3,999,956 |
| ROLLING HILLS[2] | | | | | | | | |
| ROLLING HILLS ESTATES | 83,540 | 55,862 | 36,186 | 74,700 | 2,000 | 252,287 | 239,760 | 492,047 |
| ROSEMEAD | 499,470 | 333,986 | 192,449 | 446,616 | 7,500 | 1,480,021 | 1,433,482 | 2,913,503 |
| SAN DIMAS | 340,240 | 227,513 | 132,627 | 304,236 | 6,000 | 1,010,616 | 976,493 | 1,987,109 |
| SAN FERNANDO | 231,624 | 154,883 | 91,820 | 207,113 | 5,000 | 690,440 | 664,763 | 1,355,203 |
| SAN GABRIEL | 385,701 | 257,911 | 149,706 | 344,886 | 6,000 | 1,144,205 | 1,106,965 | 2,251,170 |
| SAN MARINO | 122,675 | 82,031 | 50,889 | 109,694 | 3,000 | 368,288 | 352,078 | 720,366 |
| SANTA CLARITA | 2,271,825 | 1,519,128 | 858,316 | 2,031,420 | 10,000 | 6,690,689 | 6,520,156 | 13,210,846 |
| SANTA FE SPRINGS | 183,485 | 122,693 | 73,735 | 164,068 | 4,000 | 547,980 | 526,602 | 1,074,583 |
| SANTA MONICA | 911,899 | 609,771 | 347,397 | 815,402 | 7,500 | 2,691,970 | 2,617,159 | 5,309,129 |
| SIERRA MADRE | 109,262 | 73,061 | 45,849 | 97,700 | 3,000 | 328,872 | 313,582 | 642,454 |
| SIGNAL HILL | 114,961 | 76,873 | 47,991 | 102,796 | 3,000 | 345,621 | 329,940 | 675,561 |
| SOUTH EL MONTE | 190,993 | 127,714 | 76,555 | 170,782 | 4,000 | 570,044 | 548,151 | 1,118,195 |
| SOUTH GATE | 908,771 | 607,679 | 346,222 | 812,605 | 7,500 | 2,682,776 | 2,608,180 | 5,290,957 |
| SOUTH PASADENA | 263,534 | 176,221 | 103,809 | 235,647 | 6,000 | 785,211 | 756,346 | 1,541,557 |
| TEMPLE CITY | 357,251 | 238,888 | 139,018 | 319,447 | 6,000 | 1,060,604 | 1,025,315 | 2,085,919 |
| TORRANCE | 1,435,380 | 959,813 | 544,067 | 1,283,488 | 10,000 | 4,232,748 | 4,119,553 | 8,352,301 |
| VERNON | 2,063 | 1,379 | 5,575 | 1,845 | 1,000 | 11,862 | 5,920 | 17,782 |
| WALNUT | 277,945 | 185,857 | 109,223 | 248,533 | 6,000 | 827,557 | 797,704 | 1,625,261 |
| WEST COVINA | 1,071,256 | 716,329 | 407,267 | 957,896 | 10,000 | 3,162,747 | 3,074,513 | 6,237,260 |
| WEST HOLLYWOOD | 348,893 | 233,298 | 135,878 | 311,973 | 6,000 | 1,036,041 | 1,001,325 | 2,037,366 |
| WESTLAKE VILLAGE | 79,629 | 53,247 | 34,716 | 71,203 | 2,000 | 240,795 | 228,537 | 469,332 |
| WHITTIER | 858,862 | 574,305 | 327,471 | 767,977 | 7,500 | 2,536,116 | 2,464,942 | 5,001,058 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| ***Estimated January 2026*** | **Highway Users Tax Acct (HUTA)[1] Streets & Highways Code** | | | | | **TOTAL HUTA** | **Road Mntnc Rehab Acct** | **TOTAL** |
|---|---|---|---|---|---|---|---|---|
| | **Sec2103 [3]** | **Sec2105 [3]** | **Sec2106 [3]** | **Sec2107 [3]** | **Sec2107.5 [4]** | | | |
| **MADERA COUNTY** | | | | | | | | |
| CHOWCHILLA | 188,392 | 125,975 | 52,403 | 168,457 | 4,000 | 539,227 | 540,688 | 1,079,915 |
| MADERA | 649,577 | 434,361 | 168,937 | 580,839 | 7,500 | 1,841,214 | 1,864,293 | 3,705,507 |
| **MARIN COUNTY** | | | | | | | | |
| BELVEDERE | 20,765 | 13,885 | 13,584 | 18,568 | 1,000 | 67,802 | 59,596 | 127,399 |
| CORTE MADERA | 99,827 | 66,753 | 47,028 | 89,264 | 3,000 | 305,872 | 286,506 | 592,378 |
| FAIRFAX | 74,252 | 49,651 | 36,210 | 66,395 | 2,000 | 228,508 | 213,105 | 441,612 |
| LARKSPUR | 127,876 | 85,508 | 58,893 | 114,344 | 3,000 | 389,622 | 367,006 | 756,628 |
| MILL VALLEY | 138,151 | 92,379 | 63,240 | 123,532 | 3,000 | 420,302 | 396,495 | 816,797 |
| NOVATO | 519,775 | 347,564 | 224,673 | 464,773 | 7,500 | 1,564,285 | 1,491,760 | 3,056,045 |
| ROSS | 22,838 | 15,271 | 14,461 | 20,421 | 1,000 | 73,991 | 65,545 | 139,536 |
| SAN ANSELMO | 124,992 | 83,580 | 57,673 | 111,765 | 3,000 | 381,011 | 358,728 | 739,739 |
| SAN RAFAEL | 602,201 | 402,681 | 259,540 | 538,476 | 7,500 | 1,810,397 | 1,728,321 | 3,538,718 |
| SAUSALITO | 69,599 | 46,539 | 34,241 | 62,234 | 2,000 | 214,613 | 199,749 | 414,362 |
| TIBURON | 89,288 | 59,706 | 42,570 | 79,840 | 2,000 | 273,404 | 256,259 | 529,663 |
| **MARIPOSA COUNTY** | | | | | | | | |
| **MENDOCINO COUNTY** | | | | | | | | |
| FORT BRAGG | 70,263 | 46,984 | 34,266 | 62,828 | 2,000 | 216,341 | 201,657 | 417,998 |
| POINT ARENA | 4,497 | 3,007 | 6,686 | 4,021 | 1,000 | 19,212 | 12,907 | 32,118 |
| UKIAH | 162,309 | 108,533 | 72,866 | 145,133 | 4,000 | 492,841 | 465,828 | 958,669 |
| WILLITS | 48,364 | 32,340 | 25,082 | 43,246 | 1,000 | 150,033 | 138,806 | 288,838 |
| **MERCED COUNTY** | | | | | | | | |
| ATWATER | 311,498 | 208,293 | 95,979 | 278,535 | 6,000 | 900,305 | 894,001 | 1,794,305 |
| DOS PALOS | 56,655 | 37,884 | 21,384 | 50,659 | 2,000 | 168,581 | 162,599 | 331,181 |
| GUSTINE | 59,431 | 39,740 | 22,196 | 53,142 | 2,000 | 176,510 | 170,568 | 347,078 |
| LIVINGSTON | 141,182 | 94,406 | 46,126 | 126,242 | 3,000 | 410,955 | 405,193 | 816,149 |
| LOS BANOS | 478,030 | 319,650 | 144,725 | 427,445 | 6,000 | 1,375,850 | 1,371,950 | 2,747,800 |
| MERCED | 958,475 | 640,914 | 285,358 | 857,049 | 7,500 | 2,749,295 | 2,750,830 | 5,500,125 |
| **MODOC COUNTY** | | | | | | | | |
| ALTURAS | 26,592 | 17,782 | 14,551 | 25,341 | 1,000 | 85,266 | 76,319 | 161,585 |
| **MONO COUNTY** | | | | | | | | |
| MAMMOTH LAKES | 70,586 | 47,200 | 66,600 | 2,047,934 | 2,000 | 2,234,320 | 202,583 | 2,436,902 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL HUTA | Road Mntnc Rehab Acct | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | | | |
| **MONTEREY COUNTY** | | | | | | | | |
| CARMEL-BY-THE-SEA | 30,972 | 20,710 | 13,813 | 27,694 | 1,000 | 94,189 | 88,889 | 183,079 |
| DEL REY OAKS | 15,437 | 10,322 | 9,292 | 13,803 | 1,000 | 49,855 | 44,304 | 94,159 |
| GONZALES | 83,569 | 55,881 | 29,118 | 74,726 | 2,000 | 245,294 | 239,844 | 485,139 |
| GREENFIELD | 203,204 | 135,879 | 63,931 | 181,701 | 5,000 | 589,714 | 583,196 | 1,172,911 |
| KING CITY | 140,234 | 93,772 | 45,607 | 125,394 | 3,000 | 408,006 | 402,472 | 810,478 |
| MARINA | 225,699 | 150,921 | 70,477 | 201,816 | 5,000 | 653,914 | 647,759 | 1,301,673 |
| MONTEREY | 278,375 | 186,144 | 85,806 | 248,917 | 6,000 | 805,242 | 798,938 | 1,604,181 |
| PACIFIC GROVE | 146,432 | 97,916 | 47,411 | 130,936 | 3,000 | 425,695 | 420,261 | 845,956 |
| SALINAS | 1,581,597 | 1,057,585 | 465,036 | 1,414,232 | 10,000 | 4,528,451 | 4,539,196 | 9,067,647 |
| SAND CITY | 3,647 | 2,438 | 5,861 | 3,261 | 1,000 | 16,207 | 10,466 | 26,673 |
| SEASIDE | 319,993 | 213,974 | 97,916 | 286,132 | 6,000 | 924,015 | 918,384 | 1,842,399 |
| SOLEDAD | 269,342 | 180,104 | 83,177 | 240,840 | 6,000 | 779,462 | 773,012 | 1,552,474 |
| **NAPA COUNTY** | | | | | | | | |
| AMERICAN CANYON | 218,954 | 146,410 | 72,274 | 195,784 | 5,000 | 638,422 | 628,399 | 1,266,821 |
| CALISTOGA | 51,199 | 34,236 | 20,578 | 45,781 | 2,000 | 153,795 | 146,943 | 300,737 |
| NAPA | 761,782 | 509,390 | 239,555 | 681,170 | 7,500 | 2,199,397 | 2,186,320 | 4,385,717 |
| SAINT HELENA | 52,754 | 35,275 | 21,057 | 47,171 | 2,000 | 158,258 | 151,404 | 309,661 |
| YOUNTVILLE | 29,183 | 19,514 | 13,793 | 26,095 | 1,000 | 89,584 | 83,755 | 173,339 |
| **NEVADA COUNTY** | | | | | | | | |
| GRASS VALLEY | 133,058 | 88,973 | 120,708 | 118,977 | 3,000 | 464,716 | 381,877 | 846,593 |
| NEVADA CITY | 32,732 | 21,887 | 33,313 | 34,868 | 1,000 | 123,799 | 93,940 | 217,739 |
| TRUCKEE | 165,496 | 110,664 | 148,965 | 2,081,783 | 4,000 | 2,510,908 | 474,975 | 2,985,883 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| ***Estimated January 2026*** | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **ORANGE COUNTY** | | | | | | | | |
| ALISO VIEJO | 506,362 | 338,595 | 220,850 | 452,779 | 7,500 | 1,526,086 | 1,453,263 | 2,979,349 |
| ANAHEIM | 3,386,166 | 2,264,267 | 1,449,576 | 3,027,842 | 10,000 | 10,137,850 | 9,718,323 | 19,856,173 |
| BREA | 468,293 | 313,139 | 204,606 | 418,738 | 6,000 | 1,410,775 | 1,344,003 | 2,754,779 |
| BUENA PARK | 823,286 | 550,516 | 356,071 | 736,166 | 7,500 | 2,473,539 | 2,362,837 | 4,836,375 |
| COSTA MESA | 1,099,842 | 735,444 | 474,070 | 983,457 | 10,000 | 3,302,813 | 3,156,556 | 6,459,370 |
| CYPRESS | 492,294 | 329,188 | 214,847 | 440,199 | 7,500 | 1,484,028 | 1,412,887 | 2,896,915 |
| DANA POINT | 323,982 | 216,641 | 143,034 | 289,698 | 6,000 | 979,355 | 929,832 | 1,909,187 |
| FOUNTAIN VALLEY | 558,490 | 373,452 | 243,091 | 499,391 | 7,500 | 1,681,924 | 1,602,871 | 3,284,796 |
| FULLERTON | 1,406,598 | 940,567 | 604,954 | 1,257,752 | 10,000 | 4,219,870 | 4,036,949 | 8,256,819 |
| GARDEN GROVE | 1,681,033 | 1,124,076 | 722,047 | 1,503,146 | 10,000 | 5,040,303 | 4,824,579 | 9,864,882 |
| HUNTINGTON BEACH | 1,938,917 | 1,296,518 | 832,078 | 1,733,741 | 10,000 | 5,811,254 | 5,564,707 | 11,375,961 |
| IRVINE | 3,115,064 | 2,082,987 | 1,333,905 | 2,785,428 | 10,000 | 9,327,384 | 8,940,260 | 18,267,644 |
| LAGUNA BEACH | 224,741 | 150,280 | 100,690 | 200,959 | 5,000 | 681,671 | 645,009 | 1,326,681 |
| LAGUNA HILLS | 306,678 | 205,070 | 135,650 | 274,225 | 6,000 | 927,623 | 880,168 | 1,807,791 |
| LAGUNA NIGUEL | 637,983 | 426,607 | 277,008 | 570,471 | 7,500 | 1,919,569 | 1,831,015 | 3,750,585 |
| LAGUNA WOODS | 173,474 | 115,999 | 78,816 | 155,117 | 4,000 | 527,405 | 497,870 | 1,025,275 |
| LA HABRA | 613,346 | 410,133 | 266,496 | 548,442 | 7,500 | 1,845,917 | 1,760,308 | 3,606,225 |
| LAKE FOREST | 856,799 | 572,926 | 370,371 | 766,133 | 7,500 | 2,573,729 | 2,459,021 | 5,032,750 |
| LA PALMA | 152,249 | 101,806 | 69,760 | 136,138 | 4,000 | 463,953 | 436,955 | 900,908 |
| LOS ALAMITOS | 117,376 | 78,487 | 54,881 | 104,955 | 3,000 | 358,700 | 336,871 | 695,571 |
| MISSION VIEJO | 915,077 | 611,895 | 395,236 | 818,243 | 7,500 | 2,747,951 | 2,626,278 | 5,374,230 |
| NEWPORT BEACH | 831,938 | 556,302 | 359,763 | 743,902 | 7,500 | 2,499,405 | 2,387,668 | 4,887,073 |
| ORANGE | 1,375,480 | 919,758 | 591,676 | 1,229,927 | 10,000 | 4,126,841 | 3,947,638 | 8,074,479 |
| PLACENTIA | 527,753 | 352,899 | 229,976 | 471,906 | 7,500 | 1,590,034 | 1,514,655 | 3,104,690 |
| RANCHO SANTA MARGARITA | 468,439 | 313,237 | 204,669 | 418,869 | 6,000 | 1,411,214 | 1,344,424 | 2,755,638 |
| SAN CLEMENTE | 626,701 | 419,063 | 272,194 | 560,383 | 7,500 | 1,885,841 | 1,798,636 | 3,684,477 |
| SAN JUAN CAPISTRANO | 345,393 | 230,958 | 152,169 | 308,843 | 6,000 | 1,043,362 | 991,280 | 2,034,642 |
| SANTA ANA | 3,082,763 | 2,061,387 | 1,320,123 | 2,756,545 | 10,000 | 9,230,818 | 8,847,555 | 18,078,373 |
| SEAL BEACH | 247,325 | 165,382 | 110,326 | 221,153 | 6,000 | 750,186 | 709,825 | 1,460,010 |
| STANTON | 396,455 | 265,102 | 173,956 | 354,502 | 6,000 | 1,196,015 | 1,137,829 | 2,333,845 |
| TUSTIN | 785,461 | 525,223 | 339,933 | 702,343 | 7,500 | 2,360,459 | 2,254,278 | 4,614,737 |
| VILLA PARK | 57,280 | 38,302 | 29,240 | 51,219 | 2,000 | 178,041 | 164,395 | 342,436 |
| WESTMINSTER | 889,013 | 594,467 | 384,115 | 794,937 | 7,500 | 2,670,032 | 2,551,474 | 5,221,506 |
| YORBA LINDA | 665,259 | 444,846 | 288,646 | 594,861 | 7,500 | 2,001,113 | 1,909,299 | 3,910,411 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103[3] | Sec2105[3] | Sec2106[3] | Sec2107[3] | Sec2107.5[4] | HUTA | Rehab Acct | |
| **PLACER COUNTY** | | | | | | | | |
| AUBURN | 134,593 | 90,000 | 60,934 | 120,350 | 3,000 | 408,876 | 386,282 | 795,158 |
| COLFAX | 19,543 | 13,068 | 12,951 | 18,814 | 1,000 | 65,377 | 56,089 | 121,466 |
| LINCOLN | 533,013 | 356,416 | 227,100 | 476,609 | 7,500 | 1,600,638 | 1,529,751 | 3,130,389 |
| LOOMIS | 66,548 | 44,500 | 32,555 | 59,506 | 2,000 | 205,109 | 190,994 | 396,104 |
| ROCKLIN | 715,363 | 478,350 | 303,152 | 639,664 | 7,500 | 2,144,029 | 2,053,098 | 4,197,128 |
| ROSEVILLE | 1,549,511 | 1,036,129 | 651,045 | 1,385,541 | 10,000 | 4,632,226 | 4,447,108 | 9,079,334 |
| **PLUMAS COUNTY** | | | | | | | | |
| PORTOLA | 20,638 | 13,800 | 9,566 | 170,053 | 1,000 | 215,058 | 59,232 | 274,289 |
| **RIVERSIDE COUNTY** | | | | | | | | |
| BANNING | 312,348 | 208,862 | 135,665 | 279,295 | 6,000 | 942,170 | 896,442 | 1,838,612 |
| BEAUMONT | 583,733 | 390,332 | 249,367 | 521,962 | 7,500 | 1,752,894 | 1,675,318 | 3,428,212 |
| BLYTHE | 183,582 | 122,758 | 81,716 | 164,156 | 4,000 | 556,212 | 526,883 | 1,083,095 |
| CALIMESA | 107,482 | 71,872 | 49,832 | 96,109 | 3,000 | 328,295 | 308,475 | 636,770 |
| CANYON LAKE | 108,128 | 72,303 | 50,102 | 96,686 | 3,000 | 330,219 | 310,327 | 640,546 |
| CATHEDRAL CITY | 504,964 | 337,660 | 216,365 | 451,529 | 7,500 | 1,518,018 | 1,449,251 | 2,967,269 |
| COACHELLA | 433,918 | 290,153 | 186,599 | 388,001 | 6,000 | 1,304,672 | 1,245,350 | 2,550,022 |
| CORONA | 1,555,992 | 1,040,464 | 656,715 | 1,391,337 | 10,000 | 4,654,508 | 4,465,711 | 9,120,219 |
| DESERT HOT SPRINGS | 325,185 | 217,445 | 141,043 | 290,774 | 6,000 | 980,446 | 933,283 | 1,913,729 |
| EASTVALE | 682,387 | 456,300 | 290,700 | 610,177 | 7,500 | 2,047,064 | 1,958,457 | 4,005,521 |
| HEMET | 898,789 | 601,004 | 381,366 | 803,679 | 7,500 | 2,692,339 | 2,579,533 | 5,271,871 |
| INDIAN WELLS | 47,533 | 31,785 | 24,715 | 42,503 | 1,000 | 147,536 | 136,421 | 283,956 |
| INDIO | 904,704 | 604,959 | 383,844 | 808,968 | 7,500 | 2,709,975 | 2,596,508 | 5,306,483 |
| JURUPA VALLEY | 1,035,601 | 692,488 | 438,686 | 926,014 | 10,000 | 3,102,788 | 2,972,184 | 6,074,972 |
| LAKE ELSINORE | 721,337 | 482,345 | 307,019 | 645,005 | 7,500 | 2,163,205 | 2,070,242 | 4,233,447 |
| LA QUINTA | 379,288 | 253,623 | 163,710 | 339,151 | 6,000 | 1,141,772 | 1,088,559 | 2,230,331 |
| MENIFEE | 1,127,382 | 753,860 | 477,140 | 1,008,083 | 10,000 | 3,376,465 | 3,235,597 | 6,612,062 |
| MORENO VALLEY | 2,061,103 | 1,378,222 | 868,341 | 1,842,997 | 10,000 | 6,160,663 | 5,915,383 | 12,076,046 |
| MURRIETA | 1,092,901 | 730,803 | 462,693 | 977,250 | 10,000 | 3,273,647 | 3,136,635 | 6,410,282 |
| NORCO | 260,328 | 174,076 | 113,870 | 232,780 | 6,000 | 787,053 | 747,142 | 1,534,196 |
| PALM DESERT | 508,180 | 339,811 | 217,713 | 454,405 | 7,500 | 1,527,609 | 1,458,482 | 2,986,091 |
| PALM SPRINGS | 434,818 | 290,755 | 186,976 | 388,805 | 6,000 | 1,307,354 | 1,247,931 | 2,555,285 |
| PERRIS | 794,240 | 531,094 | 337,563 | 710,193 | 7,500 | 2,380,590 | 2,279,475 | 4,660,064 |
| RANCHO MIRAGE | 167,373 | 111,919 | 74,924 | 149,662 | 4,000 | 507,878 | 480,362 | 988,240 |
| RIVERSIDE | 3,131,762 | 2,094,152 | 1,316,915 | 2,800,359 | 10,000 | 9,353,190 | 8,988,184 | 18,341,374 |
| SAN JACINTO | 537,608 | 359,488 | 230,042 | 480,718 | 7,500 | 1,615,356 | 1,542,938 | 3,158,294 |
| TEMECULA | 1,097,115 | 733,620 | 464,458 | 981,018 | 10,000 | 3,286,211 | 3,148,728 | 6,434,939 |
| WILDOMAR | 362,482 | 242,385 | 156,669 | 324,124 | 6,000 | 1,091,660 | 1,040,326 | 2,131,986 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SACRAMENTO COUNTY** | | | | | | | | |
| CITRUS HEIGHTS | 857,601 | 573,462 | 378,973 | 766,850 | 7,500 | 2,584,386 | 2,461,322 | 5,045,708 |
| ELK GROVE | 1,787,548 | 1,195,301 | 784,711 | 1,598,390 | 10,000 | 5,375,950 | 5,130,277 | 10,506,227 |
| FOLSOM | 905,076 | 605,207 | 399,687 | 809,300 | 7,500 | 2,726,770 | 2,597,574 | 5,324,344 |
| GALT | 255,087 | 170,572 | 116,095 | 228,094 | 6,000 | 775,849 | 732,103 | 1,507,952 |
| ISLETON | 7,772 | 5,197 | 8,191 | 6,950 | 1,000 | 29,110 | 22,307 | 51,417 |
| RANCHO CORDOVA | 835,408 | 558,622 | 369,291 | 747,006 | 7,500 | 2,517,827 | 2,397,629 | 4,915,456 |
| SACRAMENTO | 5,161,767 | 3,451,579 | 2,256,891 | 4,615,548 | 20,000 | 15,505,786 | 14,814,313 | 30,320,098 |
| **SAN BENITO COUNTY** | | | | | | | | |
| HOLLISTER | 425,198 | 284,322 | 180,669 | 380,203 | 6,000 | 1,276,393 | 1,220,321 | 2,496,714 |
| SAN JUAN BAUTISTA | 20,374 | 13,624 | 13,227 | 18,218 | 1,000 | 66,443 | 58,474 | 124,917 |
| **SAN BERNARDINO COUNTY** | | | | | | | | |
| ADELANTO | 363,196 | 242,862 | 151,955 | 324,762 | 6,000 | 1,088,775 | 1,042,374 | 2,131,149 |
| APPLE VALLEY | 742,200 | 496,295 | 305,514 | 663,660 | 7,500 | 2,215,169 | 2,130,119 | 4,345,288 |
| BARSTOW | 249,632 | 166,924 | 105,942 | 223,216 | 6,000 | 751,715 | 716,446 | 1,468,162 |
| BIG BEAR LAKE | 49,283 | 32,955 | 24,768 | 630,057 | 2,000 | 739,063 | 141,443 | 880,506 |
| CHINO | 930,778 | 622,394 | 381,920 | 832,283 | 7,500 | 2,774,874 | 2,671,340 | 5,446,215 |
| CHINO HILLS | 766,260 | 512,384 | 315,262 | 685,174 | 7,500 | 2,286,580 | 2,199,171 | 4,485,751 |
| COLTON | 525,553 | 351,428 | 217,736 | 469,939 | 7,500 | 1,572,157 | 1,508,342 | 3,080,499 |
| FONTANA | 2,142,727 | 1,432,802 | 872,960 | 1,915,983 | 10,000 | 6,374,472 | 6,149,643 | 12,524,116 |
| GRAND TERRACE | 128,326 | 85,809 | 56,793 | 114,746 | 3,000 | 388,675 | 368,296 | 756,971 |
| HESPERIA | 995,166 | 665,449 | 408,007 | 889,857 | 10,000 | 2,968,479 | 2,856,134 | 5,824,613 |
| HIGHLAND | 558,119 | 373,204 | 230,931 | 499,059 | 7,500 | 1,668,812 | 1,601,805 | 3,270,617 |
| LOMA LINDA | 247,560 | 165,539 | 105,103 | 221,363 | 6,000 | 745,564 | 710,498 | 1,456,062 |
| MONTCLAIR | 371,672 | 248,530 | 155,389 | 332,341 | 6,000 | 1,113,932 | 1,066,701 | 2,180,633 |
| NEEDLES | 48,139 | 32,190 | 24,304 | 43,045 | 1,000 | 148,679 | 138,160 | 286,839 |
| ONTARIO | 1,802,819 | 1,205,512 | 735,241 | 1,612,044 | 10,000 | 5,365,616 | 5,174,105 | 10,539,720 |
| RANCHO CUCAMONGA | 1,720,579 | 1,150,520 | 701,920 | 1,538,507 | 10,000 | 5,121,527 | 4,938,076 | 10,059,603 |
| REDLANDS | 718,453 | 480,416 | 295,893 | 642,426 | 7,500 | 2,144,687 | 2,061,965 | 4,206,652 |
| RIALTO | 1,032,052 | 690,114 | 422,953 | 922,840 | 10,000 | 3,077,960 | 2,961,998 | 6,039,958 |
| SAN BERNARDINO | 2,181,324 | 1,458,612 | 888,598 | 1,950,496 | 10,000 | 6,489,031 | 6,260,418 | 12,749,449 |
| TWENTYNINE PALMS | 276,449 | 184,856 | 116,808 | 247,195 | 6,000 | 831,308 | 793,411 | 1,624,719 |
| UPLAND | 773,709 | 517,365 | 318,281 | 691,835 | 7,500 | 2,308,690 | 2,220,552 | 4,529,242 |
| VICTORVILLE | 1,378,608 | 921,850 | 563,365 | 1,232,724 | 10,000 | 4,106,548 | 3,956,617 | 8,063,165 |
| YUCAIPA | 536,122 | 358,495 | 222,018 | 479,389 | 7,500 | 1,603,524 | 1,538,673 | 3,142,197 |
| YUCCA VALLEY | 215,346 | 143,998 | 92,051 | 192,558 | 5,000 | 648,953 | 618,045 | 1,266,998 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SAN DIEGO COUNTY** | | | | | | | | |
| CARLSBAD | 1,137,667 | 760,737 | 493,455 | 1,017,279 | 10,000 | 3,419,140 | 3,265,115 | 6,684,254 |
| CHULA VISTA | 2,751,106 | 1,839,614 | 1,186,466 | 2,459,984 | 10,000 | 8,247,171 | 7,895,697 | 16,142,868 |
| CORONADO | 229,786 | 153,654 | 103,499 | 205,470 | 5,000 | 697,408 | 659,488 | 1,356,896 |
| DEL MAR | 38,627 | 25,829 | 21,391 | 34,539 | 1,000 | 121,386 | 110,859 | 232,246 |
| EL CAJON | 1,039,443 | 695,057 | 451,266 | 929,449 | 10,000 | 3,125,215 | 2,983,211 | 6,108,426 |
| ENCINITAS | 605,710 | 405,028 | 264,967 | 541,614 | 7,500 | 1,824,819 | 1,738,394 | 3,563,213 |
| ESCONDIDO | 1,479,071 | 989,028 | 640,097 | 1,322,556 | 10,000 | 4,440,752 | 4,244,946 | 8,685,698 |
| IMPERIAL BEACH | 259,829 | 173,743 | 116,403 | 232,334 | 6,000 | 788,309 | 745,711 | 1,534,020 |
| LA MESA | 595,465 | 398,176 | 260,566 | 532,453 | 7,500 | 1,794,160 | 1,708,989 | 3,503,149 |
| LEMON GROVE | 275,334 | 184,111 | 123,063 | 246,199 | 6,000 | 834,707 | 790,212 | 1,624,919 |
| NATIONAL CITY | 576,469 | 385,474 | 252,407 | 515,467 | 7,500 | 1,737,318 | 1,654,471 | 3,391,789 |
| OCEANSIDE | 1,704,428 | 1,139,720 | 736,893 | 1,524,066 | 10,000 | 5,115,107 | 4,891,724 | 10,006,831 |
| POWAY | 492,528 | 329,345 | 216,353 | 440,409 | 7,500 | 1,486,135 | 1,413,561 | 2,899,695 |
| SAN DIEGO | 13,774,419 | 9,210,703 | 5,921,244 | 12,316,810 | 20,000 | 41,243,176 | 39,532,696 | 80,775,872 |
| SAN MARCOS | 949,519 | 634,926 | 412,641 | 849,041 | 7,500 | 2,853,628 | 2,725,128 | 5,578,756 |
| SANTEE | 583,205 | 389,979 | 255,301 | 521,490 | 7,500 | 1,757,475 | 1,673,803 | 3,431,278 |
| SOLANA BEACH | 126,957 | 84,894 | 59,331 | 113,523 | 3,000 | 387,705 | 364,368 | 752,073 |
| VISTA | 993,279 | 664,187 | 431,437 | 888,170 | 7,500 | 2,984,573 | 2,850,718 | 5,835,291 |
| **SAN FRANCISCO COUNTY** | | | | | | | | |
| SAN FRANCISCO | 8,544,286 | 5,713,408 | 2,160,956 | 7,640,129 | 20,000 | 24,078,779 | 24,522,170 | 48,600,949 |
| **SAN JOAQUIN COUNTY** | | | | | | | | |
| ESCALON | 72,776 | 48,664 | 34,139 | 65,075 | 2,000 | 222,654 | 208,868 | 431,522 |
| LATHROP | 377,332 | 252,315 | 156,920 | 337,403 | 6,000 | 1,129,971 | 1,082,947 | 2,212,918 |
| LODI | 655,932 | 438,610 | 269,237 | 586,521 | 7,500 | 1,957,801 | 1,882,531 | 3,840,331 |
| MANTECA | 916,377 | 612,765 | 374,235 | 819,406 | 7,500 | 2,730,283 | 2,630,010 | 5,360,293 |
| *MOUNTAIN HOUSE* | 281,513 | 188,243 | 118,291 | 251,723 | 5,000 | 844,771 | 807,945 | 1,652,716 |
| RIPON | 156,306 | 104,519 | 67,814 | 139,766 | 4,000 | 472,405 | 448,600 | 921,005 |
| STOCKTON | 3,137,042 | 2,097,683 | 1,269,490 | 2,805,080 | 10,000 | 9,319,294 | 9,003,336 | 18,322,630 |
| TRACY | 960,195 | 642,065 | 391,900 | 858,587 | 7,500 | 2,860,248 | 2,755,768 | 5,616,016 |
| **SAN LUIS OBISPO COUNTY** | | | | | | | | |
| ARROYO GRANDE | 179,369 | 119,941 | 93,657 | 160,388 | 4,000 | 557,355 | 514,790 | 1,072,144 |
| ATASCADERO | 301,115 | 201,350 | 153,969 | 269,251 | 6,000 | 931,685 | 864,203 | 1,795,888 |
| EL PASO DE ROBLES | 306,815 | 205,161 | 156,793 | 274,348 | 6,000 | 949,116 | 880,561 | 1,829,677 |
| GROVER BEACH | 125,031 | 83,606 | 66,739 | 111,800 | 3,000 | 390,177 | 358,840 | 749,017 |
| MORRO BAY | 103,210 | 69,015 | 55,929 | 92,288 | 3,000 | 323,442 | 296,214 | 619,656 |
| PISMO BEACH | 78,740 | 52,652 | 43,807 | 70,407 | 2,000 | 247,606 | 225,983 | 473,589 |
| SAN LUIS OBISPO | 484,267 | 323,821 | 244,701 | 433,022 | 6,000 | 1,491,811 | 1,389,851 | 2,881,662 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SAN MATEO COUNTY** | | | | | | | | |
| ATHERTON | 70,215 | 46,951 | 34,816 | 62,784 | 2,000 | 216,766 | 201,516 | 418,282 |
| BELMONT | 275,755 | 184,392 | 122,681 | 246,575 | 6,000 | 835,403 | 791,419 | 1,626,822 |
| BRISBANE | 47,426 | 31,713 | 25,074 | 42,407 | 1,000 | 147,619 | 136,112 | 283,731 |
| BURLINGAME | 308,467 | 206,266 | 136,665 | 275,825 | 6,000 | 933,223 | 885,303 | 1,818,526 |
| COLMA | 14,489 | 9,688 | 10,994 | 12,956 | 1,000 | 49,126 | 41,583 | 90,709 |
| DALY CITY | 1,024,925 | 685,349 | 442,940 | 916,468 | 10,000 | 3,079,682 | 2,941,544 | 6,021,225 |
| EAST PALO ALTO | 293,626 | 196,343 | 130,321 | 262,555 | 6,000 | 888,844 | 842,710 | 1,731,554 |
| FOSTER CITY | 329,330 | 220,217 | 145,584 | 294,480 | 6,000 | 995,611 | 945,180 | 1,940,790 |
| HALF MOON BAY | 114,883 | 76,820 | 53,911 | 102,726 | 3,000 | 351,341 | 329,716 | 681,056 |
| HILLSBOROUGH | 111,188 | 74,349 | 52,331 | 99,422 | 3,000 | 340,290 | 319,110 | 659,399 |
| MENLO PARK | 333,817 | 223,218 | 147,502 | 298,493 | 6,000 | 1,009,030 | 958,058 | 1,967,088 |
| MILLBRAE | 227,997 | 152,457 | 102,265 | 203,870 | 5,000 | 691,590 | 654,353 | 1,345,943 |
| PACIFICA | 378,105 | 252,832 | 166,434 | 338,094 | 6,000 | 1,141,464 | 1,085,164 | 2,226,628 |
| PORTOLA VALLEY | 43,378 | 29,006 | 23,344 | 38,788 | 1,000 | 135,516 | 124,496 | 260,011 |
| REDWOOD CITY | 815,885 | 545,567 | 353,579 | 729,548 | 7,500 | 2,452,079 | 2,341,596 | 4,793,675 |
| SAN BRUNO | 430,174 | 287,650 | 188,693 | 384,653 | 6,000 | 1,297,170 | 1,234,603 | 2,531,773 |
| SAN CARLOS | 300,509 | 200,945 | 133,263 | 268,709 | 6,000 | 909,426 | 862,463 | 1,771,889 |
| SAN MATEO | 1,033,538 | 691,108 | 446,622 | 924,169 | 10,000 | 3,105,438 | 2,966,263 | 6,071,701 |
| SOUTH SAN FRANCISCO | 647,769 | 433,151 | 281,712 | 579,222 | 7,500 | 1,949,353 | 1,859,102 | 3,808,455 |
| WOODSIDE | 51,884 | 34,694 | 26,980 | 46,393 | 2,000 | 161,950 | 148,907 | 310,857 |
| **SANTA BARBARA COUNTY** | | | | | | | | |
| BUELLTON | 50,290 | 33,628 | 21,982 | 44,968 | 2,000 | 152,868 | 144,333 | 297,201 |
| CARPINTERIA | 128,472 | 85,907 | 48,693 | 114,878 | 3,000 | 380,950 | 368,717 | 749,667 |
| GOLETA | 320,150 | 214,078 | 114,179 | 286,272 | 6,000 | 940,679 | 918,833 | 1,859,511 |
| GUADALUPE | 86,531 | 57,862 | 34,363 | 77,375 | 2,000 | 258,132 | 248,346 | 506,478 |
| LOMPOC | 435,492 | 291,206 | 153,586 | 389,409 | 6,000 | 1,275,693 | 1,249,867 | 2,525,560 |
| SANTA BARBARA | 854,541 | 571,416 | 296,754 | 764,113 | 7,500 | 2,494,324 | 2,452,540 | 4,946,864 |
| SANTA MARIA | 1,096,997 | 733,542 | 379,589 | 980,913 | 10,000 | 3,201,041 | 3,148,391 | 6,349,433 |
| SOLVANG | 56,840 | 38,008 | 24,220 | 50,826 | 2,000 | 171,893 | 163,132 | 335,026 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SANTA CLARA COUNTY** | | | | | | | | |
| CAMPBELL | 427,495 | 285,858 | 175,554 | 382,258 | 6,000 | 1,277,165 | 1,226,915 | 2,504,080 |
| CUPERTINO | 589,892 | 394,450 | 240,419 | 527,470 | 7,500 | 1,759,731 | 1,692,995 | 3,452,727 |
| GILROY | 608,145 | 406,655 | 247,710 | 543,791 | 7,500 | 1,813,801 | 1,745,381 | 3,559,182 |
| LOS ALTOS | 310,109 | 207,364 | 128,666 | 277,294 | 6,000 | 929,434 | 890,016 | 1,819,450 |
| LOS ALTOS HILLS | 83,569 | 55,881 | 38,180 | 74,726 | 2,000 | 254,356 | 239,844 | 494,200 |
| LOS GATOS | 326,974 | 218,641 | 135,402 | 292,373 | 6,000 | 979,391 | 938,417 | 1,917,808 |
| MILPITAS | 800,839 | 535,506 | 324,677 | 716,094 | 7,500 | 2,384,617 | 2,298,414 | 4,683,031 |
| MONTE SERENO | 35,557 | 23,776 | 19,002 | 31,794 | 1,000 | 111,130 | 102,049 | 213,179 |
| MORGAN HILL | 455,573 | 304,634 | 186,769 | 407,365 | 6,000 | 1,360,340 | 1,307,499 | 2,667,839 |
| MOUNTAIN VIEW | 845,791 | 565,565 | 342,632 | 756,289 | 7,500 | 2,517,778 | 2,427,427 | 4,945,205 |
| PALO ALTO | 672,562 | 449,730 | 273,440 | 601,391 | 7,500 | 2,004,623 | 1,930,258 | 3,934,881 |
| SAN JOSE | 9,898,198 | 6,618,745 | 3,958,416 | 8,850,771 | 20,000 | 29,346,130 | 28,407,911 | 57,754,041 |
| SANTA CLARA | 1,315,785 | 879,841 | 530,361 | 1,176,548 | 10,000 | 3,912,535 | 3,776,313 | 7,688,848 |
| SARATOGA | 304,146 | 203,377 | 126,284 | 271,961 | 6,000 | 911,768 | 872,901 | 1,784,668 |
| SUNNYVALE | 1,561,037 | 1,043,837 | 628,322 | 1,395,848 | 10,000 | 4,639,044 | 4,480,189 | 9,119,233 |
| **SANTA CRUZ COUNTY** | | | | | | | | |
| CAPITOLA | 96,386 | 64,452 | 40,722 | 86,187 | 2,000 | 289,747 | 276,629 | 566,376 |
| SANTA CRUZ | 632,488 | 422,933 | 240,523 | 565,558 | 7,500 | 1,869,003 | 1,815,246 | 3,684,250 |
| SCOTTS VALLEY | 117,992 | 78,899 | 48,775 | 105,506 | 3,000 | 354,172 | 338,638 | 692,811 |
| WATSONVILLE | 506,509 | 338,693 | 193,572 | 452,910 | 7,500 | 1,499,184 | 1,453,684 | 2,952,868 |
| **SHASTA COUNTY** | | | | | | | | |
| ANDERSON | 109,213 | 73,029 | 61,241 | 97,656 | 3,000 | 344,138 | 313,442 | 657,580 |
| REDDING | 916,504 | 612,850 | 478,445 | 819,520 | 7,500 | 2,834,818 | 2,630,375 | 5,465,193 |
| SHASTA LAKE | 101,108 | 67,609 | 57,052 | 90,409 | 3,000 | 319,178 | 290,181 | 609,360 |
| **SIERRA COUNTY** | | | | | | | | |
| LOYALTON | 7,215 | 4,825 | 6,479 | 7,893 | 1,000 | 27,411 | 20,707 | 48,118 |
| **SISKIYOU COUNTY** | | | | | | | | |
| DORRIS | 8,388 | 5,609 | 8,990 | 7,501 | 1,000 | 31,488 | 24,074 | 55,562 |
| DUNSMUIR | 16,649 | 11,133 | 13,116 | 51,409 | 1,000 | 93,308 | 47,784 | 141,091 |
| ETNA | 6,687 | 4,472 | 8,140 | 5,979 | 1,000 | 26,278 | 19,192 | 45,470 |
| FORT JONES | 6,785 | 4,537 | 8,189 | 6,067 | 1,000 | 26,578 | 19,473 | 46,050 |
| MONTAGUE | 12,015 | 8,034 | 10,801 | 10,744 | 1,000 | 42,595 | 34,484 | 77,079 |
| MOUNT SHASTA | 31,686 | 21,188 | 20,626 | 90,658 | 1,000 | 165,157 | 90,938 | 256,095 |
| TULELAKE | 8,799 | 5,884 | 9,195 | 7,868 | 1,000 | 32,745 | 25,253 | 57,998 |
| WEED | 28,537 | 19,083 | 19,054 | 66,673 | 1,000 | 134,347 | 81,903 | 216,249 |
| YREKA | 77,029 | 51,508 | 43,274 | 76,265 | 2,000 | 250,075 | 221,073 | 471,148 |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| *Estimated January 2026* | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103 [3] | Sec2105 [3] | Sec2106 [3] | Sec2107 [3] | Sec2107.5 [4] | HUTA | Rehab Acct | |
| **SOLANO COUNTY** | | | | | | | | |
| BENICIA | 264,766 | 177,044 | 115,756 | 236,749 | 6,000 | 800,315 | 759,881 | 1,560,196 |
| DIXON | 197,230 | 131,884 | 87,454 | 176,359 | 4,000 | 596,928 | 566,053 | 1,162,980 |
| FAIRFIELD | 1,180,214 | 789,188 | 499,394 | 1,055,324 | 10,000 | 3,534,121 | 3,387,225 | 6,921,346 |
| RIO VISTA | 101,069 | 67,583 | 47,155 | 90,374 | 3,000 | 309,181 | 290,069 | 599,250 |
| SUISUN CITY | 287,956 | 192,551 | 125,474 | 257,484 | 6,000 | 869,465 | 826,436 | 1,695,901 |
| VACAVILLE | 1,008,745 | 674,529 | 427,536 | 902,000 | 10,000 | 3,022,811 | 2,895,107 | 5,917,917 |
| VALLEJO | 1,231,209 | 823,287 | 520,764 | 1,100,922 | 10,000 | 3,686,182 | 3,533,579 | 7,219,760 |
| **SONOMA COUNTY** | | | | | | | | |
| CLOVERDALE | 88,076 | 58,895 | 42,344 | 78,756 | 2,000 | 270,071 | 252,779 | 522,850 |
| COTATI | 74,115 | 49,560 | 36,393 | 66,272 | 2,000 | 228,340 | 212,712 | 441,052 |
| HEALDSBURG | 110,552 | 73,924 | 51,924 | 98,854 | 3,000 | 338,254 | 317,286 | 655,540 |
| PETALUMA | 584,906 | 391,116 | 254,124 | 523,011 | 7,500 | 1,760,657 | 1,678,686 | 3,439,343 |
| ROHNERT PARK | 430,868 | 288,114 | 188,463 | 385,274 | 6,000 | 1,298,719 | 1,236,595 | 2,535,314 |
| SANTA ROSA | 1,744,629 | 1,166,602 | 748,470 | 1,560,013 | 10,000 | 5,229,714 | 5,007,100 | 10,236,814 |
| SEBASTOPOL | 73,548 | 49,180 | 36,151 | 65,765 | 2,000 | 226,645 | 211,084 | 437,729 |
| SONOMA | 105,292 | 70,407 | 49,682 | 94,150 | 3,000 | 322,532 | 302,190 | 624,723 |
| WINDSOR | 256,310 | 171,389 | 114,055 | 229,187 | 6,000 | 776,941 | 735,610 | 1,512,551 |
| **STANISLAUS COUNTY** | | | | | | | | |
| CERES | 491,072 | 328,371 | 196,504 | 439,106 | 7,500 | 1,462,553 | 1,409,380 | 2,871,933 |
| HUGHSON | 77,987 | 52,148 | 35,244 | 69,734 | 2,000 | 237,114 | 223,823 | 460,937 |
| MODESTO | 2,148,524 | 1,436,679 | 843,540 | 1,921,167 | 10,000 | 6,359,910 | 6,166,282 | 12,526,192 |
| NEWMAN | 121,121 | 80,991 | 52,083 | 108,304 | 3,000 | 365,498 | 347,617 | 713,115 |
| OAKDALE | 227,117 | 151,869 | 93,462 | 203,083 | 5,000 | 680,531 | 651,828 | 1,332,359 |
| PATTERSON | 252,898 | 169,108 | 103,526 | 226,136 | 6,000 | 757,667 | 725,818 | 1,483,485 |
| RIVERBANK | 255,068 | 170,559 | 104,373 | 228,077 | 6,000 | 764,077 | 732,047 | 1,496,124 |
| TURLOCK | 706,046 | 472,120 | 280,426 | 631,332 | 7,500 | 2,097,425 | 2,026,359 | 4,123,784 |
| WATERFORD | 89,640 | 59,941 | 39,794 | 80,155 | 2,000 | 271,530 | 257,269 | 528,798 |
| **SUTTER COUNTY** | | | | | | | | |
| LIVE OAK | 94,421 | 63,138 | 40,210 | 84,429 | 2,000 | 284,198 | 270,989 | 555,187 |
| YUBA CITY | 688,781 | 460,575 | 263,108 | 615,894 | 7,500 | 2,035,859 | 1,976,807 | 4,012,666 |
| **TEHAMA COUNTY** | | | | | | | | |
| CORNING | 80,832 | 54,051 | 35,124 | 72,278 | 2,000 | 244,285 | 231,988 | 476,273 |
| RED BLUFF | 144,770 | 96,805 | 59,111 | 129,450 | 3,000 | 433,136 | 415,491 | 848,627 |
| TEHAMA | 4,243 | 2,837 | 6,392 | 3,794 | 1,000 | 18,266 | 12,177 | 30,443 |
| **TRINITY COUNTY** | | | | | | | | |

ATTACHMENT B

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***

| ***Estimated January 2026*** | Highway Users Tax Acct (HUTA)[1] Streets & Highways Code | | | | | TOTAL | Road Mntnc | TOTAL |
|---|---|---|---|---|---|---|---|---|
| | Sec2103[3] | Sec2105[3] | Sec2106[3] | Sec2107[3] | Sec2107.5[4] | HUTA | Rehab Acct | |
| **TULARE COUNTY** | | | | | | | | |
| DINUBA | 254,432 | 170,134 | 97,041 | 227,508 | 6,000 | 755,116 | 730,223 | 1,485,339 |
| EXETER | 101,186 | 67,661 | 41,484 | 90,479 | 3,000 | 303,810 | 290,406 | 594,216 |
| FARMERSVILLE | 101,597 | 67,936 | 41,632 | 90,846 | 3,000 | 305,011 | 291,584 | 596,596 |
| LINDSAY | 124,405 | 83,188 | 49,901 | 111,241 | 3,000 | 371,735 | 357,045 | 728,780 |
| PORTERVILLE | 621,998 | 415,919 | 230,296 | 556,178 | 7,500 | 1,831,891 | 1,785,140 | 3,617,031 |
| TULARE | 713,701 | 477,239 | 263,542 | 638,177 | 7,500 | 2,100,159 | 2,048,329 | 4,148,488 |
| VISALIA | 1,436,925 | 960,845 | 525,735 | 1,284,869 | 10,000 | 4,218,375 | 4,123,986 | 8,342,361 |
| WOODLAKE | 78,261 | 52,331 | 33,172 | 69,979 | 2,000 | 235,743 | 224,609 | 460,352 |
| **TUOLUMNE COUNTY** | | | | | | | | |
| SONORA | 50,867 | 34,014 | 33,782 | 45,484 | 2,000 | 166,147 | 145,989 | 312,135 |
| **VENTURA COUNTY** | | | | | | | | |
| CAMARILLO | 691,910 | 462,667 | 300,384 | 618,692 | 7,500 | 2,081,153 | 1,985,786 | 4,066,939 |
| FILLMORE | 166,542 | 111,364 | 75,947 | 148,919 | 4,000 | 506,771 | 477,977 | 984,748 |
| MOORPARK | 354,103 | 236,783 | 156,073 | 316,632 | 6,000 | 1,069,592 | 1,016,280 | 2,085,871 |
| OJAI | 75,161 | 50,259 | 36,909 | 67,208 | 2,000 | 231,537 | 215,714 | 447,251 |
| OXNARD | 1,971,903 | 1,318,575 | 847,199 | 1,763,236 | 10,000 | 5,910,912 | 5,659,377 | 11,570,289 |
| PORT HUENEME | 215,718 | 144,246 | 96,955 | 192,890 | 5,000 | 654,809 | 619,111 | 1,273,921 |
| SAN BUENAVENTURA | 1,076,193 | 719,631 | 464,551 | 962,310 | 10,000 | 3,232,684 | 3,088,683 | 6,321,367 |
| SANTA PAULA | 309,503 | 206,959 | 137,020 | 276,752 | 6,000 | 936,234 | 888,277 | 1,824,511 |
| SIMI VALLEY | 1,233,780 | 825,006 | 531,872 | 1,103,221 | 10,000 | 3,703,879 | 3,540,958 | 7,244,837 |
| THOUSAND OAKS | 1,239,910 | 829,105 | 534,490 | 1,108,702 | 10,000 | 3,722,207 | 3,558,551 | 7,280,758 |
| **YOLO COUNTY** | | | | | | | | |
| DAVIS | 639,605 | 427,693 | 286,733 | 571,922 | 7,500 | 1,933,454 | 1,835,673 | 3,769,127 |
| WEST SACRAMENTO | 541,645 | 362,188 | 243,553 | 484,328 | 7,500 | 1,639,215 | 1,554,527 | 3,193,742 |
| WINTERS | 78,417 | 52,436 | 39,366 | 70,119 | 2,000 | 242,338 | 225,057 | 467,395 |
| WOODLAND | 602,455 | 402,851 | 270,357 | 538,703 | 7,500 | 1,821,866 | 1,729,051 | 3,550,917 |
| **YUBA COUNTY** | | | | | | | | |
| MARYSVILLE | 128,668 | 86,038 | 46,017 | 115,052 | 3,000 | 378,776 | 369,278 | 748,054 |
| WHEATLAND | 39,223 | 26,228 | 17,365 | 35,073 | 1,000 | 118,888 | 112,571 | 231,459 |
| Statewide Total | $ 326,951,500 | $ 218,626,500 | $ 130,324,066 | $ 298,737,000 | $ 2,724,000 | $ 977,363,066 | $ 938,353,500 | $ 1,915,716,566 |

**Notes:**

1. The Highway Users Tax is also known as the "Motor Vehicle Fuel Tax", the "Gasoline Excise Tax" and "Article XIX Revenues."
2. Rolling Hills has no public streets and is therefore not eligible for HUTA or RMRA allocations.
3. Str&HwysCode §§ 2103, 2105, 2106, 2107 and RMRA amounts are paid monthly. Includes special payments for snow removal.
4. Str&HwysCode § 2107.5 amounts are typically paid by the State Controller once per year in July.

ATTACHMENT C

# Local Streets and Roads - Projected FY2025-26 Revenues

***Based on State Dept of Finance statewide revenue projections***
***Estimated January 2026***

| | Highway Users Tax Acct[1] Streets & Hwys Code | | | | TOTAL | Road Maintnc | TOTAL |
|---|---|---|---|---|---|---|---|
| | Sec2103 [2] | Sec2104 | Sec2105 | Sec2106 | HUTA | Rehab Acct | Annual |
| ALAMEDA COUNTY | 9,448,584 | 14,878,316 | 6,747,060 | 450,174 | 31,524,134 | 26,097,421 | 57,621,555 |
| ALPINE COUNTY | 182,626 | 289,606 | 136,703 | 20,966 | 629,901 | 504,422 | 1,134,323 |
| AMADOR COUNTY | 931,241 | 785,227 | 575,397 | 212,189 | 2,504,054 | 2,572,129 | 5,076,183 |
| BUTTE COUNTY | 3,066,522 | 2,657,676 | 1,894,748 | 443,457 | 8,062,403 | 8,469,874 | 16,532,277 |
| CALAVERAS COUNTY | 1,411,052 | 1,106,765 | 871,863 | 360,963 | 3,750,643 | 3,897,391 | 7,648,034 |
| COLUSA COUNTY | 1,085,759 | 613,553 | 670,871 | 124,423 | 2,494,606 | 2,998,917 | 5,493,523 |
| CONTRA COSTA COUNTY | 7,982,250 | 12,086,933 | 5,755,827 | 989,597 | 26,814,607 | 22,047,339 | 48,861,946 |
| DEL NORTE COUNTY | 555,537 | 350,702 | 343,256 | 118,863 | 1,368,358 | 1,534,419 | 2,902,777 |
| EL DORADO COUNTY | 2,976,706 | 3,873,217 | 2,103,531 | 905,747 | 9,859,201 | 8,221,799 | 18,081,000 |
| FRESNO COUNTY | 10,448,018 | 10,609,625 | 6,455,639 | 1,308,739 | 28,822,021 | 28,857,904 | 57,679,925 |
| GLENN COUNTY | 1,327,540 | 755,416 | 820,263 | 149,849 | 3,053,068 | 3,666,727 | 6,719,795 |
| HUMBOLDT COUNTY | 2,490,628 | 1,798,993 | 1,538,913 | 424,366 | 6,252,900 | 6,879,228 | 13,132,128 |
| IMPERIAL COUNTY | 4,706,234 | 2,612,878 | 2,907,895 | 466,106 | 10,693,113 | 12,998,832 | 23,691,945 |
| INYO COUNTY | 1,555,199 | 969,928 | 960,929 | 134,632 | 3,620,688 | 4,295,530 | 7,916,218 |
| KERN COUNTY | 9,581,174 | 9,406,668 | 5,920,032 | 2,102,164 | 27,010,038 | 26,463,640 | 53,473,678 |
| KINGS COUNTY | 2,020,545 | 1,525,189 | 1,248,458 | 257,062 | 5,051,254 | 5,580,838 | 10,632,092 |
| LAKE COUNTY | 1,382,532 | 1,072,538 | 854,241 | 353,189 | 3,662,500 | 3,818,617 | 7,481,117 |
| LASSEN COUNTY | 1,334,091 | 938,437 | 824,310 | 134,458 | 3,231,296 | 3,684,819 | 6,916,115 |
| LOS ANGELES COUNTY | 56,992,981 | 88,956,483 | 40,409,135 | 2,848,095 | 189,206,694 | 157,417,218 | 346,623,912 |
| MADERA COUNTY | 2,958,510 | 1,931,165 | 1,828,009 | 555,154 | 7,272,838 | 8,171,541 | 15,444,379 |
| MARIN COUNTY | 2,157,503 | 2,784,532 | 1,365,388 | 317,462 | 6,624,885 | 5,959,122 | 12,584,007 |
| MARIPOSA COUNTY | 885,452 | 540,863 | 547,104 | 141,540 | 2,114,959 | 2,445,658 | 4,560,617 |
| MENDOCINO COUNTY | 2,036,277 | 1,380,019 | 1,258,178 | 417,352 | 5,091,826 | 5,624,290 | 10,716,116 |
| MERCED COUNTY | 3,950,802 | 3,029,766 | 2,441,128 | 634,854 | 10,056,550 | 10,912,295 | 20,968,845 |
| MODOC COUNTY | 1,307,289 | 868,742 | 807,750 | 67,634 | 3,051,415 | 3,610,791 | 6,662,206 |
| MONO COUNTY | 958,656 | 778,477 | 592,336 | 32,304 | 2,361,773 | 2,647,851 | 5,009,624 |
| MONTEREY COUNTY | 4,387,465 | 4,789,425 | 2,710,934 | 965,265 | 12,853,089 | 12,118,379 | 24,971,468 |
| NAPA COUNTY | 1,505,119 | 1,695,203 | 929,985 | 333,534 | 4,463,841 | 4,157,207 | 8,621,048 |
| NEVADA COUNTY | 1,586,328 | 1,797,533 | 980,163 | 329,890 | 4,693,914 | 4,381,512 | 9,075,426 |
| ORANGE COUNTY | 20,576,812 | 33,776,695 | 15,234,287 | 833,730 | 70,421,524 | 56,834,095 | 127,255,619 |
| PLACER COUNTY | 4,509,566 | 6,594,634 | 3,310,850 | 927,209 | 15,342,259 | 12,455,628 | 27,797,887 |
| PLUMAS COUNTY | 1,070,832 | 1,049,568 | 661,647 | 161,798 | 2,943,845 | 2,957,686 | 5,901,531 |
| RIVERSIDE COUNTY | 18,146,510 | 25,836,626 | 12,190,427 | 1,858,522 | 58,032,085 | 50,121,491 | 108,153,576 |
| SACRAMENTO COUNTY | 12,533,964 | 16,435,418 | 8,268,455 | 2,349,495 | 39,587,332 | 34,619,382 | 74,206,714 |
| SAN BENITO COUNTY | 1,073,461 | 899,569 | 663,272 | 177,106 | 2,813,408 | 2,964,948 | 5,778,356 |
| SAN BERNARDINO COUNTY | 16,755,904 | 23,676,807 | 11,130,076 | 1,609,355 | 53,172,142 | 46,280,572 | 99,452,714 |
| SAN DIEGO COUNTY | 23,110,215 | 34,806,103 | 16,277,305 | 2,173,930 | 76,367,553 | 63,831,470 | 140,199,023 |
| SAN FRANCISCO COUNTY | 4,333,502 | 5,340,404 | 2,677,591 | 9,600 | 12,361,097 | 11,969,329 | 24,330,426 |
| SAN JOAQUIN COUNTY | 7,103,008 | 8,629,128 | 4,388,819 | 838,171 | 20,959,126 | 19,618,834 | 40,577,960 |
| SAN LUIS OBISPO COUNTY | 3,851,182 | 3,729,037 | 2,379,575 | 714,474 | 10,674,268 | 10,637,141 | 21,311,409 |
| SAN MATEO COUNTY | 5,160,624 | 8,009,984 | 3,661,437 | 308,351 | 17,140,396 | 14,253,879 | 31,394,275 |
| SANTA BARBARA COUNTY | 3,876,085 | 4,838,781 | 2,522,396 | 891,793 | 12,129,055 | 10,705,924 | 22,834,979 |
| SANTA CLARA COUNTY | 11,965,160 | 18,777,029 | 8,410,497 | 330,586 | 39,483,272 | 33,048,319 | 72,531,591 |
| SANTA CRUZ COUNTY | 2,481,310 | 3,013,353 | 1,627,663 | 684,496 | 7,806,822 | 6,853,490 | 14,660,312 |
| SHASTA COUNTY | 2,951,012 | 2,716,673 | 1,823,376 | 441,117 | 7,932,178 | 8,150,831 | 16,083,009 |
| SIERRA COUNTY | 524,603 | 434,640 | 324,142 | 36,586 | 1,319,971 | 1,448,977 | 2,768,948 |
| SISKIYOU COUNTY | 2,113,904 | 1,558,599 | 1,306,143 | 215,979 | 5,194,625 | 5,838,701 | 11,033,326 |
| SOLANO COUNTY | 3,642,067 | 4,933,095 | 2,263,753 | 209,873 | 11,048,788 | 10,059,557 | 21,108,345 |
| SONOMA COUNTY | 5,363,857 | 6,238,090 | 3,314,229 | 1,020,063 | 15,936,239 | 14,815,219 | 30,751,458 |
| STANISLAUS COUNTY | 5,517,383 | 6,164,357 | 3,409,090 | 785,859 | 15,876,689 | 15,239,264 | 31,115,953 |
| SUTTER COUNTY | 1,683,330 | 1,290,272 | 1,040,099 | 227,215 | 4,240,916 | 4,649,433 | 8,890,349 |
| TEHAMA COUNTY | 1,859,553 | 1,024,824 | 1,148,983 | 277,039 | 4,310,399 | 5,136,169 | 9,446,568 |
| TRINITY COUNTY | 980,307 | 696,843 | 605,714 | 96,510 | 2,379,374 | 2,707,654 | 5,087,028 |
| TULARE COUNTY | 6,669,753 | 5,194,002 | 4,121,118 | 813,866 | 16,798,739 | 18,422,164 | 35,220,903 |
| TUOLUMNE COUNTY | 1,305,415 | 1,129,133 | 806,592 | 353,320 | 3,594,460 | 3,605,615 | 7,200,075 |
| VENTURA COUNTY | 6,277,691 | 9,476,499 | 4,468,208 | 674,719 | 20,897,117 | 17,339,270 | 38,236,387 |
| YOLO COUNTY | 2,409,460 | 2,510,113 | 1,488,761 | 195,892 | 6,604,226 | 6,655,039 | 13,259,265 |
| YUBA COUNTY | 1,386,910 | 1,010,847 | 856,946 | 334,731 | 3,589,434 | 3,830,709 | 7,420,143 |
| Total | $ 320,446,000 | $ 414,674,998 | $ 214,881,497 | $ 35,151,413 | $ 985,153,908 | $ 885,086,500 | $ 1,870,240,408 |

**Notes:**

1. The Highway Users Tax is also known as the "Motor Vehicle Fuel Tax", the "Gasoline Excise Tax" and "Article XIX Revenues."

ATTACHMENT D

# Local Streets and Roads - Projected FY2026-27 Revenues

***Based on State Dept of Finance statewide revenue projections***
***Estimated January 2026***

| | Highway Users Tax Acct[1] Streets & Hwys Code | | | | TOTAL | Road Maintnc | TOTAL |
|---|---|---|---|---|---|---|---|
| | Sec2103 [2] | Sec2104 | Sec2105 | Sec2106 | HUTA | Rehab Acct | Annual |
| ALAMEDA COUNTY | 9,640,403 | 15,147,286 | 6,865,780 | 457,733 | 32,111,203 | 27,668,037 | 59,779,240 |
| ALPINE COUNTY | 186,334 | 289,739 | 136,790 | 21,168 | 634,030 | 534,780 | 1,168,810 |
| AMADOR COUNTY | 950,146 | 798,229 | 585,163 | 214,800 | 2,548,338 | 2,726,927 | 5,275,265 |
| BUTTE COUNTY | 3,128,777 | 2,703,902 | 1,926,907 | 445,851 | 8,205,436 | 8,979,615 | 17,185,050 |
| CALAVERAS COUNTY | 1,439,699 | 1,123,899 | 886,661 | 367,453 | 3,817,712 | 4,131,947 | 7,949,659 |
| COLUSA COUNTY | 1,107,802 | 615,257 | 682,257 | 126,559 | 2,531,875 | 3,179,400 | 5,711,275 |
| CONTRA COSTA COUNTY | 8,144,301 | 12,304,608 | 5,865,824 | 1,027,641 | 27,342,374 | 23,374,210 | 50,716,583 |
| DEL NORTE COUNTY | 566,815 | 356,611 | 349,082 | 121,241 | 1,393,749 | 1,626,765 | 3,020,514 |
| EL DORADO COUNTY | 3,037,138 | 3,923,074 | 2,131,770 | 922,159 | 10,014,141 | 8,716,610 | 18,730,751 |
| FRESNO COUNTY | 10,660,128 | 10,797,538 | 6,565,208 | 1,323,275 | 29,346,149 | 30,594,654 | 59,940,803 |
| GLENN COUNTY | 1,354,491 | 757,550 | 834,185 | 148,913 | 3,095,140 | 3,887,401 | 6,982,540 |
| HUMBOLDT COUNTY | 2,541,191 | 1,829,827 | 1,565,033 | 430,160 | 6,366,211 | 7,293,239 | 13,659,450 |
| IMPERIAL COUNTY | 4,801,777 | 2,659,856 | 2,957,250 | 476,032 | 10,894,915 | 13,781,139 | 24,676,053 |
| INYO COUNTY | 1,586,771 | 971,569 | 977,238 | 136,786 | 3,672,365 | 4,554,047 | 8,226,412 |
| KERN COUNTY | 9,775,685 | 9,573,968 | 6,020,510 | 2,083,897 | 27,454,060 | 28,056,296 | 55,510,356 |
| KINGS COUNTY | 2,061,565 | 1,552,461 | 1,269,648 | 266,241 | 5,149,914 | 5,916,709 | 11,066,623 |
| LAKE COUNTY | 1,410,600 | 1,091,570 | 868,740 | 359,989 | 3,730,899 | 4,048,433 | 7,779,331 |
| LASSEN COUNTY | 1,361,175 | 940,424 | 838,301 | 137,041 | 3,276,941 | 3,906,582 | 7,183,523 |
| LOS ANGELES COUNTY | 58,150,017 | 90,563,051 | 41,127,851 | 2,915,164 | 192,756,084 | 166,891,029 | 359,647,114 |
| MADERA COUNTY | 3,018,572 | 1,965,299 | 1,859,035 | 562,074 | 7,404,980 | 8,663,327 | 16,068,307 |
| MARIN COUNTY | 2,201,303 | 2,834,278 | 1,389,576 | 324,046 | 6,749,204 | 6,317,758 | 13,066,962 |
| MARIPOSA COUNTY | 903,428 | 542,401 | 556,390 | 143,881 | 2,146,100 | 2,592,845 | 4,738,945 |
| MENDOCINO COUNTY | 2,077,616 | 1,403,930 | 1,279,533 | 425,236 | 5,186,315 | 5,962,776 | 11,149,090 |
| MERCED COUNTY | 4,031,008 | 3,084,298 | 2,482,560 | 643,540 | 10,241,406 | 11,569,027 | 21,810,433 |
| MODOC COUNTY | 1,333,828 | 869,530 | 821,459 | 68,664 | 3,093,482 | 3,828,099 | 6,921,581 |
| MONO COUNTY | 978,118 | 779,449 | 602,389 | 32,680 | 2,392,636 | 2,807,206 | 5,199,843 |
| MONTEREY COUNTY | 4,476,537 | 4,875,504 | 2,756,946 | 976,960 | 13,085,946 | 12,847,698 | 25,933,644 |
| NAPA COUNTY | 1,535,675 | 1,725,378 | 945,770 | 341,931 | 4,548,754 | 4,407,399 | 8,956,153 |
| NEVADA COUNTY | 1,618,533 | 1,824,830 | 996,799 | 332,173 | 4,772,335 | 4,645,203 | 9,417,539 |
| ORANGE COUNTY | 20,994,550 | 34,388,306 | 15,508,838 | 861,251 | 71,752,945 | 60,254,531 | 132,007,476 |
| PLACER COUNTY | 4,601,116 | 6,692,561 | 3,359,497 | 943,136 | 15,596,311 | 13,205,242 | 28,801,553 |
| PLUMAS COUNTY | 1,092,571 | 1,051,396 | 672,877 | 164,368 | 2,981,212 | 3,135,688 | 6,116,900 |
| RIVERSIDE COUNTY | 18,514,910 | 26,302,445 | 12,412,009 | 1,908,423 | 59,137,787 | 53,137,944 | 112,275,731 |
| SACRAMENTO COUNTY | 12,788,421 | 16,732,838 | 8,412,759 | 2,388,261 | 40,322,278 | 36,702,874 | 77,025,152 |
| SAN BENITO COUNTY | 1,095,254 | 915,408 | 674,529 | 179,928 | 2,865,120 | 3,143,387 | 6,008,507 |
| SAN BERNARDINO COUNTY | 17,096,072 | 24,089,166 | 11,321,600 | 1,643,347 | 54,150,186 | 49,065,867 | 103,216,052 |
| SAN DIEGO COUNTY | 23,579,384 | 35,434,281 | 16,563,958 | 2,213,425 | 77,791,049 | 67,673,027 | 145,464,076 |
| SAN FRANCISCO COUNTY | 4,421,478 | 5,436,709 | 2,723,037 | 9,600 | 12,590,824 | 12,689,677 | 25,280,501 |
| SAN JOAQUIN COUNTY | 7,247,209 | 8,785,111 | 4,463,309 | 858,257 | 21,353,886 | 20,799,551 | 42,153,437 |
| SAN LUIS OBISPO COUNTY | 3,929,366 | 3,795,696 | 2,419,963 | 720,016 | 10,865,041 | 11,277,314 | 22,142,355 |
| SAN MATEO COUNTY | 5,265,392 | 8,154,750 | 3,729,107 | 321,021 | 17,470,269 | 15,111,717 | 32,581,986 |
| SANTA BARBARA COUNTY | 3,954,775 | 4,925,395 | 2,569,099 | 913,829 | 12,363,098 | 11,350,236 | 23,713,334 |
| SANTA CLARA COUNTY | 12,208,069 | 19,116,856 | 8,557,897 | 334,123 | 40,216,946 | 35,037,260 | 75,254,206 |
| SANTA CRUZ COUNTY | 2,531,684 | 3,066,486 | 1,654,858 | 694,790 | 7,947,817 | 7,265,953 | 15,213,770 |
| SHASTA COUNTY | 3,010,922 | 2,762,289 | 1,854,324 | 448,549 | 8,076,084 | 8,641,371 | 16,717,454 |
| SIERRA COUNTY | 535,253 | 434,974 | 329,644 | 37,100 | 1,336,971 | 1,536,181 | 2,873,152 |
| SISKIYOU COUNTY | 2,156,820 | 1,562,123 | 1,328,312 | 219,057 | 5,266,311 | 6,190,090 | 11,456,401 |
| SOLANO COUNTY | 3,716,007 | 5,022,112 | 2,303,155 | 212,658 | 11,253,932 | 10,664,969 | 21,918,901 |
| SONOMA COUNTY | 5,472,751 | 6,349,824 | 3,370,480 | 1,032,791 | 16,225,847 | 15,706,841 | 31,932,688 |
| STANISLAUS COUNTY | 5,629,394 | 6,275,683 | 3,466,951 | 796,300 | 16,168,328 | 16,156,406 | 32,324,734 |
| SUTTER COUNTY | 1,717,504 | 1,313,287 | 1,057,752 | 231,165 | 4,319,708 | 4,929,249 | 9,248,957 |
| TEHAMA COUNTY | 1,897,304 | 1,028,923 | 1,168,485 | 281,201 | 4,375,913 | 5,445,278 | 9,821,191 |
| TRINITY COUNTY | 1,000,209 | 697,857 | 615,995 | 98,051 | 2,412,112 | 2,870,608 | 5,282,720 |
| TULARE COUNTY | 6,805,159 | 5,286,131 | 4,191,065 | 827,866 | 17,110,221 | 19,530,862 | 36,641,083 |
| TUOLUMNE COUNTY | 1,331,916 | 1,146,072 | 820,282 | 359,861 | 3,658,131 | 3,822,611 | 7,480,742 |
| VENTURA COUNTY | 6,405,137 | 9,646,708 | 4,546,540 | 686,982 | 21,285,366 | 18,382,796 | 39,668,163 |
| YOLO COUNTY | 2,458,376 | 2,555,230 | 1,514,030 | 198,902 | 6,726,537 | 7,055,558 | 13,782,095 |
| YUBA COUNTY | 1,415,066 | 1,028,069 | 871,491 | 341,385 | 3,656,011 | 4,061,252 | 7,717,263 |
| Total | $ 326,951,500 | $ 421,902,000 | $ 218,626,500 | $ 35,758,934 | $ 1,003,238,934 | $ 938,353,500 | $ 1,941,592,434 |

**Notes:**

1. The Highway Users Tax is also known as the "Motor Vehicle Fuel Tax", the "Gasoline Excise Tax" and "Article XIX Revenues."

# City of South Gate
## Local Streets and Roads Funding Program Project List FY 2026/27

| | Project Name | Project Description | Locations | FY 2025/26 SB-1 Portion | Fiscal Year | Estimated Useful Life | Estimated Project Schedule |
|---|---|---|---|---|---|---|---|
| 1. | Annual Sidewalk Grinding Program | The project will fund design and construction for the repair sidewalks on residential streets. | Citywide | $350,000 | 2026/27 | 15 years | Complete June 2027 |
| 2. | Citywide Residential Resurfacing Phase V | The project will fund construction for the rehabilitation of residential streets to extend the life of aging roadway pavement, per the City's Pavement Management System, and repair sidewalks. | See Attachment | $1,450,000 | 2026/27 | 20 years | Complete June 2027 |
| 3. | Citywide Residential Resurfacing Phase VI | The project will fund design for the rehabilitation of residential streets to extend the life of aging roadway pavement, per the City's Pavement Management System, and repair sidewalks. | Citywide | $408,180 | 2026/27 | 20 years | Complete June 2027 |
| 4. | Citywide Sidewalk Improvements Phase XI | The project will fund design and construction for the reconstruction of sidewalks on residential streets. | Citywide | $400,000 | 2026/27 | 10 years | Complete June 2027 |

Attachment D
Agenda Bill 6/09/26
STATE OF CALIFORNIA
AUTHENTICATED
ELECTRONIC LEGAL MATERIAL

# Senate Bill No. 1

## CHAPTER 5

An act to amend Section 14526.5 of, to add Sections 14033, 14110, 14526.7, 14556.41, and 16321 to, to add Chapter 5 (commencing with Section 14460) to Part 5 of Division 3 of Title 2 of, to repeal Sections 63048.66, 63048.67, 63048.7, 63048.75, 63048.8, and 63048.85 of, and to repeal and add Section 63048.65 of, the Government Code, to add Section 43021 to the Health and Safety Code, to amend Section 99312.1 of, and to add Sections 99312.3, 99312.4, and 99314.9 to, the Public Utilities Code, to amend Sections 6051.8, 6201.8, 7360, 8352.4, 8352.5, 8352.6, and 60050 of, to add Sections 7361.2, 7653.2, 60050.2, and 60201.4 to, and to add Chapter 6 (commencing with Section 11050) to Part 5 of Division 2 of, the Revenue and Taxation Code, to amend Sections 2104, 2105, 2106, and 2107 of, to add Sections 2103.1 and 2192.4 to, to add Article 2.5 (commencing with Section 800) to Chapter 4 of Division 1 of, and to add Chapter 2 (commencing with Section 2030) and Chapter 8.5 (commencing with Section 2390) to Division 3 of, the Streets and Highways Code, and to amend Section 4156 of, and to add Sections 4000.15 and 9250.6 to, the Vehicle Code, relating to transportation, making an appropriation therefor, and declaring the urgency thereof, to take effect immediately.

[Approved by Governor April 28, 2017. Filed with Secretary of State April 28, 2017.]

### LEGISLATIVE COUNSEL'S DIGEST

SB 1, Beall. Transportation funding.

(1) Existing law provides various sources of funding for transportation purposes, including funding for the state highway system and the local street and road system. These funding sources include, among others, fuel excise taxes, commercial vehicle weight fees, local transactions and use taxes, and federal funds. Existing law imposes certain registration fees on vehicles, with revenues from these fees deposited in the Motor Vehicle Account and used to fund the Department of Motor Vehicles and the Department of the California Highway Patrol. Existing law provides for the monthly transfer of excess balances in the Motor Vehicle Account to the State Highway Account.

This bill would create the Road Maintenance and Rehabilitation Program to address deferred maintenance on the state highway system and the local street and road system. The bill would require the California Transportation Commission to adopt performance criteria, consistent with a specified asset management plan, to ensure efficient use of certain funds available for the program. The bill would provide for the deposit of various funds for the program in the Road Maintenance and Rehabilitation Account, which the

bill would create in the State Transportation Fund, including revenues attributable to a $0.12 per gallon increase in the motor vehicle fuel (gasoline) tax imposed by the bill with an inflation adjustment, as provided, 50% of a $0.20 per gallon increase in the diesel excise tax, with an inflation adjustment, as provided, a portion of a new transportation improvement fee imposed under the Vehicle License Fee Law with a varying fee between $25 and $175 based on vehicle value and with an inflation adjustment, as provided, and a new $100 annual vehicle registration fee applicable only to zero-emission vehicles model year 2020 and later, with an inflation adjustment, as provided. The bill would provide that the fuel excise tax increases take effect on November 1, 2017, the transportation improvement fee takes effect on January 1, 2018, and the zero-emission vehicle registration fee takes effect on July 1, 2020.

This bill would annually set aside $200,000,000 of the funds available for the program to fund road maintenance and rehabilitation purposes in counties that have sought and received voter approval of taxes or that have imposed fees, including uniform developer fees, as defined, which taxes or fees are dedicated solely to transportation improvements. These funds would be continuously appropriated for allocation pursuant to guidelines to be developed by the California Transportation Commission in consultation with local agencies. The bill would require $100,000,000 of the funds available for the program to be available annually for expenditure, upon appropriation by the Legislature, on the Active Transportation Program. The bill would require $400,000,000 of the funds available for the program to be available annually for expenditure, upon appropriation by the Legislature, on state highway bridge and culvert maintenance and rehabilitation. The bill would require $5,000,000 of the funds available for the program that are not restricted by Article XIX of the California Constitution to be appropriated each fiscal year to the California Workforce Development Board to assist local agencies to implement policies to promote preapprenticeship training programs to carry out specified projects funded by the account. The bill would require $25,000,000 of the funds available for the program to be annually transferred to the State Highway Account for expenditure on the freeway service patrol program. The bill would require $25,000,000 of the funds available for the program to be available annually for expenditure, upon appropriation by the Legislature, on local planning grants. The bill would authorize annual appropriations of $5,000,000 and $2,000,000 of the funds available for the program to the University of California and the California State University, respectively, for the purpose of conducting transportation research and transportation-related workforce education, training, and development, as specified. The bill would require the remaining funds available for the program to be allocated 50% for maintenance of the state highway system or to the state highway operation and protection program and 50% to cities and counties pursuant to a specified formula. The bill would impose various requirements on the department and agencies receiving these funds. The bill would authorize a city or county to spend its apportionment of funds under the program on transportation

priorities other than those allowable pursuant to the program if the city's or county's average Pavement Condition Index meets or exceeds 80.

(2) Existing law creates the Department of Transportation within the Transportation Agency.

This bill would create the Independent Office of Audits and Investigations within the department, with specified powers and duties. The bill would provide for the Governor to appoint the director of the office for a 6-year term, subject to confirmation by the Senate, and would provide that the director, who would be known as the Inspector General, may not be removed from office during the term except for good cause. The bill would specify the duties and responsibilities of the Inspector General with respect to the department and local agencies receiving state and federal transportation funds through the department, and would require an annual report to the Legislature and Governor.

This bill would require the department to update the Highway Design Manual to incorporate the "complete streets" design concept by January 1, 2018. The bill would require the department to develop a plan by January 1, 2020, to increase by up to 100% the dollar value of contracts awarded to small businesses, disadvantaged business enterprises, and disabled veteran business enterprises, as specified.

(3) Existing law provides for loans of revenues from various transportation funds and accounts to the General Fund, with various repayment dates specified.

This bill would identify the amount of outstanding loans from certain transportation funds as $706,000,000. The bill would require the Department of Finance to prepare a loan repayment schedule and would require the outstanding loans to be repaid pursuant to that schedule, as prescribed. The bill would appropriate funds for that purpose from the Budget Stabilization Account. The bill would require the repaid funds to be transferred, pursuant to a specified formula, to various state and local transportation purposes.

(4) The Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Proposition 1B) created the Trade Corridors Improvement Fund and provided for allocation by the California Transportation Commission of $2 billion in bond funds for infrastructure improvements on highway and rail corridors that have a high volume of freight movement and for specified categories of projects eligible to receive these funds.

This bill would deposit the revenues attributable to 50% of the $0.20 per gallon increase in the diesel fuel excise tax imposed by the bill into the Trade Corridor Enhancement Account, to be expended on corridor-based freight projects nominated by local agencies and the state.

(5) Article XIX of the California Constitution requires gasoline excise tax revenues from motor vehicles traveling upon public streets and highways to be deposited in the Highway Users Tax Account, for allocation to city, county, and state transportation purposes. Existing law generally provides for statutory allocation of gasoline excise tax revenues attributable to other modes of transportation, including aviation, boats, agricultural vehicles, and off-highway vehicles, to particular accounts and funds for expenditure

on purposes associated with those other modes, except that a specified portion of these gasoline excise tax revenues is deposited in the General Fund. Expenditure of the gasoline excise tax revenues attributable to those other modes is not restricted by Article XIX of the California Constitution.

This bill, commencing November 1, 2017, would transfer the gasoline excise tax revenues attributable to boats and off-highway vehicles from the new $0.12 per gallon increase, and future inflation adjustments from that increase, to the State Parks and Recreation Fund, to be used for state parks, off-highway vehicle programs, or boating programs. The bill would allocate revenues from future inflation adjustments of the existing gasoline excise tax rate attributable to the nonhighway modes pursuant to existing law.

(6) Existing law, as of July 1, 2011, increases the sales and use tax on diesel and decreases the excise tax, as provided. Existing law requires the State Board of Equalization to annually modify both the gasoline and diesel excise tax rates on a going-forward basis so that the various changes in the taxes imposed on gasoline and diesel are revenue neutral.

This bill would eliminate, effective July 1, 2019, the annual rate adjustment to maintain revenue neutrality for the gasoline and diesel excise tax rates and would reimpose on that date the higher gasoline excise tax rate that was in effect on July 1, 2010, in addition to the increase in the rate described in (1) above that becomes effective on November 1, 2017.

Existing law, beyond the sales and use tax rate generally applicable, imposes an additional sales and use tax on diesel fuel at the rate of 1.75%, subject to certain exemptions, and provides for the net revenues collected from the additional tax to be transferred to the Public Transportation Account. Existing law continuously appropriates these and other revenues in the account to the Controller for allocation by formula to transportation agencies for public transit purposes under the State Transit Assistance Program. Existing law provides for appropriation of other revenues in the account to the Department of Transportation for various other transportation purposes, including intercity rail purposes.

This bill would increase the additional sales and use tax rate on diesel fuel by an additional 4%. The bill would continuously appropriate revenues attributable to the 3.5% rate increase to the Controller for allocation to transportation agencies for public transit purposes under the State Transit Assistance Program. The bill would require the revenues attributable to the remaining 0.5% rate increase to be continuously appropriated to the Transportation Agency for intercity rail and commuter rail purposes.

The bill would also allocate portions of the revenue from the new transportation improvement fee to the State Transit Assistance Program and to the Transit and Intercity Rail Capital Program. The bill would restrict expenditures of the fee revenues made available to the State Transit Assistance Program to transit capital purposes and certain transit services, and would require a recipient transit agency to comply with various requirements, as specified.

(7) Existing law provides for the state to receive certain compact assets, as defined, from designated tribal compacts relative to Indian gaming, and

authorized the compact assets to be sold by the Infrastructure and Economic Development Bank to a special purpose trust in order to generate state revenues. Existing law designated certain of these revenues to be used to repay certain loans of transportation funds that were made to the General Fund.

This bill would delete the references to the special purpose trust and revise payments to various transportation accounts to be made from compact assets. The bill would repeal various other related provisions.

(8) Existing law creates the Traffic Congestion Relief Program and identifies various specific projects eligible to receive funding.

This bill would deem the Traffic Congestion Relief Program to be complete and final as of June 30, 2017, and would provide that projects without approved applications are no longer eligible for funding.

(9) Existing law requires the Department of Transportation to prepare a state highway operation and protection program every other year for the expenditure of transportation capital improvement funds for projects that are necessary to preserve and protect the state highway system, excluding projects that add new traffic lanes. The program is required to be based on an asset management plan, as specified. Existing law requires the department to specify, for each project in the program the capital and support budget and projected delivery date for various components of the project. Existing law provides for the California Transportation Commission to review and adopt the program, and authorizes the commission to decline and adopt the program if it determines that the program is not sufficiently consistent with the asset management plan.

This bill would require the commission, as part of its review of the program, to hold at least one hearing in northern California and one hearing in southern California regarding the proposed program. The bill would require the department to submit any change to a programmed project as an amendment to the commission for its approval.

This bill, on and after July 1, 2017, would also require the commission to make an allocation of capital outlay support resources by project phase for each project in the program, and would require the department to submit a supplemental project allocation request to the commission for each project that experiences cost increases above the amounts in its allocation. The bill would require the commission to establish guidelines to provide exceptions to the requirement for a supplemental project allocation requirement that the commission determines are necessary to ensure that projects are not unnecessarily delayed.

(10) Existing law generally provides for transportation capital improvement projects to be nominated and programmed through the state highway operation and protection program, relative to state highway rehabilitation and similar projects, or through the state transportation improvement program, relative to capacity enhancements and other capital projects.

This bill would create the Solutions for Congested Corridors Program, with funding appropriated for the program from a portion of the new

transportation improvement fee to be allocated by the California Transportation Commission to projects designed to achieve a balanced set of transportation, environmental, and community access improvements within highly congested travel corridors throughout the state and that are part of a comprehensive corridor plan. The bill would provide for regional transportation agencies and the Department of Transportation to nominate projects, with preference to be given to projects that demonstrate collaboration between the regional agencies and the department.

(11) The California Environmental Quality Act (CEQA) requires a lead agency, as defined, to prepare, or cause to be prepared, and certify the completion of, an environmental impact report on a project that it proposes to carry out or approve that may have a significant effect on the environment or to adopt a negative declaration if it finds that the project will not have that effect. CEQA also requires a lead agency to prepare a mitigated negative declaration for a project that may have a significant effect on the environment if revisions in the project would avoid or mitigate that effect and there is no substantial evidence that the project, as revised, would have a significant effect on the environment.

This bill would establish the Advance Mitigation Program in the Department of Transportation to enhance communications between the department and stakeholders to, among other things, protect natural resources and accelerate project delivery. The bill would require the department to set aside not less than $30,000,000 annually for 4 years for the program from capital outlay revenues.

(12) Existing law imposes various limitations on emissions of air contaminants for the control of air pollution from vehicular and nonvehicular sources. Existing law generally designates the State Air Resources Board as the state agency with the primary responsibility for the control of vehicular air pollution.

This bill would prohibit, except as specified, the requiring of the retirement, replacement, retrofit, or repower of a self-propelled commercial motor vehicle during a specified period. The bill would require the state board to, by January 1, 2025, evaluate the impact of these provisions on state and local clean air efforts to meet state and local clean air goals, as provided.

(13) Existing law prohibits a person from driving, moving, or leaving standing upon a highway any motor vehicle, as defined, that has been registered in violation of provisions regulating vehicle emissions.

This bill, effective January 1, 2020, would require the Department of Motor Vehicles to confirm, prior to the initial registration or the transfer of ownership and registration of a diesel-fueled vehicle with a gross vehicle weight rating of more than 14,000 pounds, that the vehicle is compliant with, or exempt from, applicable air pollution control technology requirements, pursuant to specified provisions. The bill would require the department to refuse registration, or renewal or transfer of registration, for certain diesel-fueled vehicles, based on weight and model year, that are subject to specified provisions relating to the reduction of emissions of

diesel particulate matter, oxides of nitrogen, and other criteria pollutants from in-use diesel-fueled vehicles. The bill would authorize the department to allow registration, or renewal or transfer of registration, for any diesel-fueled vehicle that has been reported to the State Air Resources Board, and is using an approved exemption, or is compliant with applicable air pollution control technology requirements, pursuant to specified provisions.

Existing law authorizes the department, in its discretion, to issue a temporary permit to operate a vehicle when a payment of fees has been accepted in an amount to be determined by the department and paid to the department by the owner or other person in lawful possession of the vehicle.

This bill would additionally authorize the department to issue a temporary permit to operate a vehicle for which registration is otherwise required to be refused under the provisions of the bill, as prescribed.

(14) The bill would enact other related provisions.

(15) This bill would declare that it is to take effect immediately as an urgency statute.

Appropriation: yes.

*The people of the State of California do enact as follows:*

SECTION 1. The Legislature finds and declares all of the following:

(a) Over the next 10 years, the state faces a $59 billion shortfall to adequately maintain the existing state highway system in order to keep it in a basic state of good repair.

(b) Similarly, cities and counties face a $78 billion shortfall over the next decade to adequately maintain the existing network of local streets and roads.

(c) Statewide taxes and fees dedicated to the maintenance of the system have not been increased in more than 20 years, with those revenues losing more than 55 percent of their purchasing power, while costs to maintain the system have steadily increased and much of the underlying infrastructure has aged past its expected useful life.

(d) California motorists are spending $17 billion annually in extra maintenance and car repair bills, which is more than $700 per driver, due to the state's poorly maintained roads.

(e) Failing to act now to address this growing problem means that more drastic measures will be required to maintain our system in the future, essentially passing the burden on to future generations instead of doing our job today.

(f) A funding program will help address a portion of the maintenance backlog on the state's road system and will stop the growth of the problem.

(g) Modestly increasing various fees can spread the cost of road repairs broadly to all users and beneficiaries of the road network without overburdening any one group.

(h) Improving the condition of the state's road system will have a positive impact on the economy as it lowers the transportation costs of doing business,

reduces congestion impacts for employees, and protects property values in the state.

(i) The federal government estimates that increased spending on infrastructure creates more than 13,000 jobs per $1 billion spent.

(j) Well-maintained roads benefit all users, not just drivers, as roads are used for all modes of transport, whether motor vehicles, transit, bicycles, or pedestrians.

(k) Well-maintained roads additionally provide significant health benefits and prevent injuries and death due to crashes caused by poorly maintained infrastructure.

(*l*) A comprehensive, reasonable transportation funding package will do all of the following:

(1) Ensure these transportation needs are addressed.

(2) Fairly distribute the economic impact of increased funding.

(3) Restore the gas tax rate previously reduced by the State Board of Equalization pursuant to the gas tax swap.

(4) Direct increased revenue to the state's highest transportation needs.

(m) This act presents a balance of new revenues and reasonable reforms to ensure efficiency, accountability, and performance from each dollar invested to improve California's transportation system. The revenues designated in this act are intended to address both state and local transportation infrastructure needs as follows:

(1) The revenues estimated to be available for allocation under the act to local agencies are estimated over the next 10 years to be as follows:

(A) Fifteen billion dollars ($15,000,000,000) to local street and road maintenance.

(B) Seven billion five hundred million dollars ($7,500,000,000) for transit operations and capital.

(C) Two billion dollars ($2,000,000,000) for the local partnership program.

(D) One billion dollars ($1,000,000,000) for the Active Transportation Program.

(E) Eight hundred twenty-five million dollars ($825,000,000) for the regional share of the State Transportation Improvement Program.

(F) Two hundred fifty million dollars ($250,000,000) for local planning grants.

(2) The revenues estimated to be available for allocation under the act to the state are estimated over the next 10 years to be as follows:

(A) Fifteen billion dollars ($15,000,000,000) for state highway maintenance and rehabilitation.

(B) Four billion dollars ($4,000,000,000) for highway bridge and culvert maintenance and rehabilitation.

(C) Three billion dollars ($3,000,000,000) for high priority freight corridors.

(D) Two billion five hundred million dollars ($2,500,000,000) for congested corridor relief.

(E) Eight hundred million dollars ($800,000,000) for parks programs, off-highway vehicle programs, boating programs, and agricultural programs.

(F) Two hundred seventy-five million dollars ($275,000,000) for the interregional share of the State Transportation Improvement Program.

(G) Two hundred fifty million dollars ($250,000,000) for freeway service patrols.

(H) Seventy million dollars ($70,000,000) for transportation research at the University of California and the California State University.

(n) It is the intent of the Legislature that the Department of Transportation meet the following preliminary performance outcomes for additional state highway investments by the end of 2027, in accordance with applicable state and federal standards:

(1) Not less than 98 percent of pavement on the state highway system in good or fair condition.

(2) Not less than 90 percent level of service achieved for maintenance of potholes, spalls, and cracks.

(3) Not less than 90 percent of culverts in good or fair condition.

(4) Not less than 90 percent of the transportation management system units in good condition.

(5) Fix not less than an additional 500 bridges.

(o) Further, it is the intent of the Legislature that the Department of Transportation leverage funding provided by this act for trade corridors and other highly congested travel corridors in order to obtain matching funds from federal and other sources to maximize improvements in the state's high-priority freight corridors and in the most congested commute corridors.

(p) Constitutionally protecting the funds raised by this act ensures that these funds are to be used only for transportation purposes necessary to repair roads and bridges, expand the economy, and protect natural resources.

(q) This act advances greenhouse gas reduction objectives and other environmental goals by focusing on "fix-it-first" projects, investments in transit and active transportation, and supporting Senate Bill 375 (Chapter 728, Statutes of 2008) and transportation plans.

SEC. 2. This act shall be known, and may be cited as, the Road Repair and Accountability Act of 2017.

SEC. 3. Section 14033 is added to the Government Code, to read:

14033. On or before January 1, 2018, the department shall update the Highway Design Manual to incorporate the "complete streets" design concept.

SEC. 4. Section 14110 is added to the Government Code, to read:

14110. Consistent with federal and state laws and regulations, including, but not limited to, the department's goal setting methodology as approved by the Federal Highway Administration, the department shall develop a plan by January 1, 2020, to increase by up to 100 percent the dollar value of contracts and procurements awarded to small businesses, disadvantaged business enterprises, and disabled veteran business enterprises. The plan shall include the use of targeted media, including minority and women

business enterprises, to outreach to these businesses and shall be provided to the Legislature pursuant to Section 9795.

SEC. 5. Chapter 5 (commencing with Section 14460) is added to Part 5 of Division 3 of Title 2 of the Government Code, to read:

CHAPTER 5. DEPARTMENT OF TRANSPORTATION INDEPENDENT OFFICE OF AUDITS AND INVESTIGATIONS

14460. (a) There is hereby created in the department the Independent Office of Audits and Investigations to ensure all of the following:

(1) The department, and external entities that receive state and federal transportation funds from the department, are spending those funds efficiently, effectively, economically, and in compliance with applicable state and federal requirements. Those external entities include, but are not limited to, private for profit and nonprofit organizations, local transportation agencies, and other local agencies that receive transportation funds either through a contract with the department or through an agreement or grant administered by the department.

(2) The department's programs are functioning consistent with applicable accounting standards and practices and are administered effectively, efficiently, and economically.

(3) The department's management is accomplishing departmental priorities, developing an annual audit plan, administering an effective enterprise risk management program, and is making efficient, effective, and financially responsible transportation decisions.

(4) The Secretary of Transportation, the Legislature, the California Transportation Commission, and the director and chief deputy director of the department are fully informed concerning fraud, improper activities, or other serious abuses or deficiencies relating to the expenditure of transportation funds or administration of department programs and operations.

(b) The Governor shall appoint the director of the Audits and Investigations Office, who shall serve a six-year term, have the title of Inspector General, and be subject to Senate confirmation. The Inspector General may not be removed from office during that term, except for good cause. The reasons for removal of the Inspector General shall be stated in writing and shall include the basis for removal. The writing shall be sent to the Secretary of the Senate and the Chief Clerk of the Assembly at the time of the removal and shall be deemed to be a public document.

(c) The Inspector General is vested with the full authority to exercise all responsibility for maintaining a full scope, independent, and objective audit and investigation program as prescribed by Sections 1237, 13885, 13886.5, 13887.5, and 13888, including, but not limited to, those activities described in Section 14461.

(d) Notwithstanding Section 13887, in order to achieve independence and objectivity pursuant to this section, the Independent Office of Audits and Investigation shall meet all of the following requirements:

(1) The Inspector General shall report all audit and confidential investigation findings and recommendations made under his or her jurisdiction to the Secretary of Transportation and the director and chief deputy director of the department on an ongoing and current basis.

(2) The Inspector General shall report at least annually, or upon request, to the Governor, the Legislature, and the California Transportation Commission with a summary of his or her investigation and audit findings and recommendations. The summary shall be posted on the office's Internet Web site and shall otherwise be made available to the public upon its release to the Governor, commission, and Legislature. The summary shall include, but need not be limited to, significant problems discovered by the Inspector General and whether the Inspector General's recommendations relative to audits and investigations have been implemented by the affected units and programs of the department or affected external entities. The report shall be submitted to the Legislature in compliance with Section 9795.

14461. The Inspector General shall review policies, practices, and procedures and conduct audits and investigations of activities involving state transportation funds administered by the department in consultation with all affected units and programs of the department and external entities.

SEC. 6. Section 14526.5 of the Government Code is amended to read:

14526.5. (a) Based on the asset management plan prepared and approved pursuant to Section 14526.4, the department shall prepare a state highway operation and protection program for the expenditure of transportation funds for major capital improvements that are necessary to preserve and protect the state highway system. Projects included in the program shall be limited to improvements relative to the maintenance, safety, operation, and rehabilitation of state highways and bridges that do not add a new traffic lane to the system.

(b) The program shall include projects that are expected to be advertised prior to July 1 of the year following submission of the program, but which have not yet been funded. The program shall include those projects for which construction is to begin within four fiscal years, starting July 1 of the year following the year the program is submitted.

(c) (1) The department, at a minimum, shall specify, for each project in the state highway operation and protection program, the capital and support budget, as applicable, for each of the following project phases:

(A) Project approval and environmental documents, support only.

(B) Plans, specifications, and estimates, support only.

(C) Rights-of-way.

(D) Construction.

(2) The department shall specify, for each project in the state highway operation and protection program, a projected delivery date for each of the following components:

(A) Project approval and environmental document completion.

(B) Plans, specifications, and estimates completion.
(C) Right-of-way certification.
(D) Start of construction.

(d) The department shall submit its proposed program to the commission not later than January 31 of each even-numbered year. Prior to submitting its proposed program, the department shall make a draft of its proposed program available to transportation planning agencies for review and comment and shall include the comments in its submittal to the commission. The department shall provide the commission with detailed information for all programmed projects on cost, scope, schedule, and performance metrics as determined by the commission.

(e) The commission shall review the proposed program relative to its overall adequacy, consistency with the asset management plan prepared and approved pursuant to Section 14526.4 and funding priorities established in Section 167 of the Streets and Highways Code, the level of annual funding needed to implement the program, and the impact of those expenditures on the state transportation improvement program. The commission shall adopt the program and submit it to the Legislature and the Governor not later than April 1 of each even-numbered year. The commission may decline to adopt the program if the commission determines that the program is not sufficiently consistent with the asset management plan prepared and approved pursuant to Section 14526.4.

(f) As part of the commission's review of the program required pursuant to subdivision (a), the commission shall hold at least one hearing in northern California and one hearing in southern California regarding the proposed program.

(g) On or after July 1, 2017, to provide sufficient and transparent oversight of the department's capital outlay support resources composed of both state staff and contractors, the commission shall be required to allocate the department's capital outlay support resources by project phase, including preconstruction. Through this action, the commission will provide public transparency for the department's budget estimates, increasing assurance that the annual budget forecast is reasonable. The commission shall develop guidelines, in consultation with the department, to implement this subdivision. Guidelines adopted by the commission to implement this subdivision shall be exempt from the Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1).

(h) Beginning July 1, 2017, for a project that experiences increases in capital or support costs above the amounts in the commission's allocation pursuant to subdivision (g), the commission shall establish a threshold for requiring a supplemental project allocation. The commission's guidelines adopted pursuant to subdivision (g) shall also establish the threshold that the commission determines is necessary to ensure efficiency and may provide exceptions as necessary so that projects are not unnecessarily delayed.

(i) The department, for each project requiring a supplemental project allocation pursuant to subdivision (h), shall submit a request to the commission for its approval.

(j) Expenditures for these projects shall not be subject to Sections 188 and 188.8 of the Streets and Highways Code.

SEC. 7. Section 14526.7 is added to the Government Code, to read:

14526.7. (a) The department shall incorporate the performance targets in subdivision (n) of Section 1 of the act adding this section into the asset management plan adopted by the commission and targets adopted by the commission pursuant to Sections 14526.4 and 14526.5. The asset management plan shall also include targets adopted by the commission in consultation with the department for each asset class included in subdivision (n) of Section 1 of the act adding this section to measure the degree to which progress was made towards achieving the overall 2027 targets. Targets may be modified by the commission as needed to conform to federal regulation on performance measures and the completion of the department's asset management plan. Nothing in this section precludes the commission from adopting additional targets and performance measures pursuant to paragraph (1) of subdivision (c) of Section 14526.4.

(b) As specified by guidelines adopted by the commission, the department shall report to the commission on its progress toward meeting the targets and performance measures established for state highways pursuant to subdivision (n) of Section 1 of the act adding this section and paragraph (1) of subdivision (c) of Section 14526.4.

SEC. 8. Section 14556.41 is added to the Government Code, to read:

14556.41. As of June 30, 2017, projects in Section 14556.40 for the Traffic Congestion Relief Program shall be deemed complete and final, and funding levels shall be based on actual amounts requested by the designated lead applicant pursuant to Section 14556.12. Projects without approved applications in accordance with Section 14556.12 shall no longer be eligible for program funding. Traffic Congestion Relief Program savings shall be transferred to other transportation accounts for the purposes specified in Section 16321.

SEC. 9. Section 16321 is added to the Government Code, to read:

16321. The amount of outstanding loans made pursuant to Section 14556.8 is seven hundred six million dollars ($706,000,000). This amount shall be repaid from the General Fund pursuant to subdivision (c) of Section 20 of Article XVI of the California Constitution no later than June 30, 2020, and upon repayment of this amount all loans authorized pursuant to Section 14556.8 and any associated interest shall be deemed repaid. The loans shall be repaid proportionately and in equal installments over three years. The Department of Finance shall prepare a loan repayment schedule, pursuant to which the outstanding loans shall be repaid by June 30, 2020, as follows:

(a) Two hundred fifty-six million dollars ($256,000,000) for transfer to the Public Transportation Account, to be allocated as follows:

(1) Up to twenty million dollars ($20,000,000) to local and regional agencies for climate change adaptation planning.

(2) The remainder to the Transit and Intercity Rail Capital Program as authorized in Part 2 (commencing with Section 75220) of Division 44 of the Public Resources Code.

(b) Two hundred twenty-five million dollars ($225,000,000) for transfer to the State Highway Account, for the State Highway Operation and Protection Program.

(c) Two hundred twenty-five million dollars ($225,000,000) is hereby continuously appropriated without regard to fiscal year to the Controller for apportionment to cities and counties for local streets and roads pursuant to the formula in paragraph (3) of subdivision (a) of Section 2103 of the Streets and Highways Code.

SEC. 10. Section 63048.65 of the Government Code is repealed.

SEC. 11. Section 63048.65 is added to the Government Code, to read:

63048.65. (a) Prior to July 1, 2015, three hundred twenty-one million dollars ($321,000,000) of the one billion two hundred million dollars ($1,200,000,000) of loans from the Traffic Congestion Relief Fund to the General Fund was repaid using tribal gaming compact revenues. In 2016, an additional one hundred seventy-three million dollars ($173,000,000) was repaid from the General Fund.

(b) The remaining seven hundred six million dollars ($706,000,000) of loans from the Traffic Congestion Relief Fund to the General Fund shall be repaid pursuant to Section 14556.8.

SEC. 12. Section 63048.66 of the Government Code is repealed.

SEC. 13. Section 63048.67 of the Government Code is repealed.

SEC. 14. Section 63048.7 of the Government Code is repealed.

SEC. 15. Section 63048.75 of the Government Code is repealed.

SEC. 16. Section 63048.8 of the Government Code is repealed.

SEC. 17. Section 63048.85 of the Government Code is repealed.

SEC. 18. Section 43021 is added to the Health and Safety Code, to read:

43021. (a) Except as provided in subdivision (b), the retirement, replacement, retrofit, or repower of a self-propelled commercial motor vehicle, as defined in Section 34601 of the Vehicle Code, shall not be required until the later of the following:

(1) Thirteen years from the model year the engine and emission control system are first certified for use in self-propelled commercial motor vehicles by the state board or other applicable state and federal agencies.

(2) When the vehicle reaches the earlier of either 800,000 vehicle miles traveled or 18 years from the model year the engine and emission control system are first certified for use in self-propelled commercial motor vehicles by the state board or other applicable state and federal agencies.

(b) This section does not apply to any of the following:

(1) Safety programs, including, but not limited to, those adopted pursuant to Section 34501 of the Vehicle Code.

(2) Voluntary incentive and grant programs, including, but not limited to, those that give preferential access to a facility to a particular vehicle or class of vehicles.

(3) Programs designed to address inspection of, tampering with, and maintenance of, emission control systems.

(4) Programs designed to address imminent health risks where evidence, unavailable at the time equipment is certified for use by the state board or

other applicable state and federal agencies, is sufficient to show that immediate corrective action is necessary to prevent injury, illness, or death.

(c) This section only applies to laws or regulations adopted or amended after January 1, 2017.

(d) It is the intent of the Legislature for this section to provide owners of self-propelled commercial motor vehicles, as defined in subdivision (a), certainty about the useful life of engines certified by the state board and other applicable agencies to meet required environmental standards for sale in the state. This section is not meant to otherwise restrict the authority of the state board or districts.

(e) (1) The state board shall, by January 1, 2025, evaluate the impact of the provisions of this section on state and local clean air efforts to meet state and local clean air goals. The evaluation shall include a review of the following:

(A) Compliance with the truck and bus rule (Section 2025 of Title 13 of the California Code of Regulations).

(B) The benefits and impacts of measures enacted to improve local air quality impacts from stationary sources.

(C) State implementation plan compliance.

(2) As part of the study, the state board shall make recommendations to the Legislature on additional or different mechanisms for achieving those goals while recognizing the financial investments made by the effected entities. In developing the study, the state board shall take into account the report required in Section 38531 of the Health and Safety Code.

(3) The state board shall hold at least one public workshop prior to the completion of the study.

SEC. 19. Section 99312.1 of the Public Utilities Code is amended to read:

99312.1. (a) Revenues transferred to the Public Transportation Account pursuant to Sections 6051.8 and 6201.8 of the Revenue and Taxation Code for the State Transit Assistance Program are hereby continuously appropriated to the Controller for allocation as follows:

(1) Fifty percent for allocation to transportation planning agencies, county transportation commissions, and the San Diego Metropolitan Transit Development Board pursuant to Section 99314.

(2) Fifty percent for allocation to transportation agencies, county transportation commissions, and the San Diego Metropolitan Transit Development Board for purposes of Section 99313.

(b) For purposes of this chapter, the revenues allocated pursuant to this section shall be subject to the same requirements as revenues allocated pursuant to subdivisions (b) and (c), as applicable, of Section 99312.

(c) The revenues transferred to the Public Transportation Account for the State Transit Assistance Program that are attributable to subdivision (a) of Section 11053 of the Revenue and Taxation Code are hereby continuously appropriated to the Controller, and, upon allocation pursuant to Sections 99313 and 99314, shall only be expended on the following:

(1) Transit capital projects or services to maintain or repair a transit operator's existing transit vehicle fleet or existing transit facilities, including rehabilitation or modernization of existing vehicles or facilities.

(2) The design, acquisition, and construction of new vehicles or facilities that improve existing transit services.

(3) Transit services that complement local efforts for repair and improvement of local transportation infrastructure.

(d) (1) Prior to receiving an apportionment of funds pursuant to subdivision (c) from the Controller in a fiscal year, a recipient transit agency shall submit to the Department of Transportation a list of projects proposed to be funded with these funds. The list of projects proposed to be funded with these funds shall include a description and location of each proposed project, a proposed schedule for the project's completion, and the estimated useful life of the improvement. The project list shall not limit the flexibility of a recipient transit agency to fund projects in accordance with local needs and priorities so long as the projects are consistent with subdivision (c).

(2) The department shall report to the Controller the recipient transit agencies that have submitted a list of projects as described in this subdivision and that are therefore eligible to receive an apportionment of funds for the applicable fiscal year. The Controller, upon receipt of the report, shall apportion funds pursuant to Sections 99313 and 99314.

(e) For each fiscal year, each recipient transit agency receiving an apportionment of funds pursuant to subdivision (c) shall, upon expending those funds, submit documentation to the department that includes a description and location of each completed project, the amount of funds expended on the project, the completion date, and the estimated useful life of the improvement.

(f) The audit of transit operator finances required pursuant to Section 99245 shall verify that the revenues identified in subdivision (c) have been expended in conformance with these specific requirements and all other generally applicable requirements.

SEC. 20. Section 99312.3 is added to the Public Utilities Code, to read:

99312.3. Revenues transferred to the Public Transportation Account pursuant to paragraph (2) of subdivision (c) of Section 6051.8 and paragraph (2) of subdivision (c) of Section 6201.8 of the Revenue and Taxation Code are hereby continuously appropriated to the Transportation Agency for distribution in the following manner:

(a) (1) Fifty percent of available annual revenues under this section shall be allocated by the Transportation Agency to the public agencies, including joint powers agencies, responsible for state-supported intercity rail services. A minimum of 25 percent of the funds available under this subdivision shall be allocated to each of the state's three intercity rail corridors that provide regularly scheduled intercity rail service.

(2) The Transportation Agency shall adopt guidelines governing the administration of the funds available under this subdivision, including provisions providing authority for loans of these funds by mutual agreement between intercity rail service corridors.

(b) (1) Fifty percent of available annual revenues under this section shall be allocated by the Transportation Agency to the public agencies, including joint powers agencies, responsible for commuter rail services. For the 2018–19 and 2019–20 fiscal years, 20 percent of the funds available under this subdivision shall be allocated to each of the state's five commuter rail service providers that provide regularly scheduled commuter rail service. Commencing July 1, 2020, the funds available under this subdivision shall be allocated based on guidelines and a distribution formula adopted by the Transportation Agency.

(2) On or before July 1, 2019, the Transportation Agency shall prepare a draft of the proposed guidelines and distribution formula and make them available for public comment. In preparing the proposed guidelines and distribution formula, the agency shall consult with the state's five commuter rail service providers. The final guidelines and distribution formula shall be adopted on or before January 1, 2020. The guidelines shall include, but need not be limited to, provisions providing authority for loans of these funds by mutual agreement between commuter rail service providers and providing for baseline allocations to each provider.

(c) The funds made available by this section may be used for operations and capital improvements.

SEC. 21. Section 99312.4 is added to the Public Utilities Code, to read:

99312.4. Revenues transferred to the Public Transportation Account pursuant to subdivision (a) of Section 11053 of the Revenue and Taxation Code for the Transit and Intercity Rail Capital Program (Part 2 (commencing with Section 75220) of Division 44 of the Public Resources Code) shall be available for appropriation to that program pursuant to the annual Budget Act.

SEC. 22. Section 99314.9 is added to the Public Utilities Code, to read:

99314.9. The Controller shall compute quarterly proposed allocations for State Transit Assistance Program funds available for allocation pursuant to Sections 99313 and 99314. The Controller shall publish the allocations for each eligible recipient agency, including one list applicable to revenues allocated pursuant to subdivision (c) of Section 99312.1 and another list for revenues allocated from all other revenues in the Public Transportation Account that are designated for the State Transit Assistance Program.

SEC. 23. Section 6051.8 of the Revenue and Taxation Code is amended to read:

6051.8. (a) Except as provided by Section 6357.3, in addition to the taxes imposed by this part, for the privilege of selling tangible personal property at retail a tax is hereby imposed upon all retailers at the rate of 1.75 percent of the gross receipts of any retailer from the sale of all diesel fuel, as defined in Section 60022.

(b) Except as provided by Section 6357.3, in addition to the taxes imposed by this part and by subdivision (a), commencing November 1, 2017, for the privilege of selling tangible personal property at retail a tax is hereby imposed upon all retailers at the rate of 4 percent of the gross receipts of

any retailer from the sale of all diesel fuel, as defined in Section 60022, sold at retail in this state.

(c) (1) Notwithstanding subdivision (b) of Section 7102, except as otherwise provided in paragraph (2), all of the revenues, less refunds, collected pursuant to this section shall be estimated by the State Board of Equalization, with the concurrence of the Department of Finance, and transferred quarterly to the Public Transportation Account in the State Transportation Fund for allocation under the State Transit Assistance Program pursuant to Section 99312.1 of the Public Utilities Code.

(2) The revenues, less refunds, attributable to a rate of 0.5 percent of the 4-percent increase in the rate pursuant to subdivision (b), amounting to one-eighth of revenues from the increase in the rate under that subdivision, shall be estimated by the State Board of Equalization, with the concurrence of the Department of Finance, and transferred quarterly to the Public Transportation Account in the State Transportation Fund for allocation by the Transportation Agency to intercity rail and commuter rail purposes pursuant to Section 99312.3 of the Public Utilities Code.

SEC. 24. Section 6201.8 of the Revenue and Taxation Code is amended to read:

6201.8. (a) Except as provided by Section 6357.3, in addition to the taxes imposed by this part, an excise tax is hereby imposed on the storage, use, or other consumption in this state of diesel fuel, as defined in Section 60022, at the rate of 1.75 percent of the sales price of the diesel fuel.

(b) Except as provided by Section 6357.3, in addition to the taxes imposed by this part and by subdivision (a), commencing November 1, 2017, an excise tax is hereby imposed on the storage, use, or other consumption in this state of diesel fuel, as defined in Section 60022, at the rate of 4 percent of the sales price of the diesel fuel.

(c) (1) Notwithstanding subdivision (b) of Section 7102, except as otherwise provided in paragraph (2), all of the revenues, less refunds, collected pursuant to this section shall be estimated by the State Board of Equalization, with the concurrence of the Department of Finance, and transferred quarterly to the Public Transportation Account in the State Transportation Fund for allocation pursuant to Section 99312.1 of the Public Utilities Code.

(2) The revenues, less refunds, attributable to a rate of 0.5 percent of the 4-percent increase in the rate pursuant to subdivision (b), amounting to one-eighth of revenues from the increase in the rate under that subdivision, shall be estimated by the State Board of Equalization, with the concurrence of the Department of Finance, and transferred quarterly to the Public Transportation Account in the State Transportation Fund for allocation by the Transportation Agency to intercity rail and commuter rail purposes pursuant to Section 99312.3 of the Public Utilities Code.

SEC. 25. Section 7360 of the Revenue and Taxation Code is amended to read:

7360. (a) (1) A tax of eighteen cents ($0.18) is hereby imposed upon each gallon of fuel subject to the tax in Sections 7362, 7363, and 7364.

(2) If the federal fuel tax is reduced below the rate of nine cents ($0.09) per gallon and federal financial allocations to this state for highway and exclusive public mass transit guideway purposes are reduced or eliminated correspondingly, the tax rate imposed by paragraph (1), on and after the date of the reduction, shall be recalculated by an amount so that the combined state rate under paragraph (1) and the federal tax rate per gallon equal twenty-seven cents ($0.27).

(3) If any person or entity is exempt or partially exempt from the federal fuel tax at the time of a reduction, the person or entity shall continue to be so exempt under this section.

(b) (1) On and after July 1, 2010, in addition to the tax imposed by subdivision (a), a tax is hereby imposed upon each gallon of motor vehicle fuel, other than aviation gasoline, subject to the tax in Sections 7362, 7363, and 7364 in an amount equal to seventeen and three-tenths cents ($0.173) per gallon.

(2) For the 2011–12 fiscal year and each fiscal year thereafter, the board shall, on or before March 1 of the fiscal year immediately preceding the applicable fiscal year, adjust the rate in paragraph (1) in that manner as to generate an amount of revenue that will equal the amount of revenue loss attributable to the exemption provided by Section 6357.7, based on estimates made by the board, and that rate shall be effective during the state's next fiscal year.

(3) In order to maintain revenue neutrality for each year, beginning with the rate adjustment on or before March 1, 2012, the adjustment under paragraph (2) shall also take into account the extent to which the actual amount of revenues derived pursuant to this subdivision and, as applicable, Section 7361.1, the revenue loss attributable to the exemption provided by Section 6357.7 resulted in a net revenue gain or loss for the fiscal year ending prior to the rate adjustment date on or before March 1.

(4) The intent of paragraphs (2) and (3) is to ensure that the act adding this subdivision and Section 6357.7 does not produce a net revenue gain in state taxes.

(5) Commencing July 1, 2019, the adjustments in paragraphs (2) and (3) shall cease, and the rate imposed by this subdivision shall be the rate in paragraph (1).

(c) On and after November 1, 2017, in addition to the taxes imposed by subdivisions (a) and (b), a tax is hereby imposed upon each gallon of motor vehicle fuel, other than aviation gasoline, subject to the tax in Sections 7362, 7363, and 7364, in an amount equal to twelve cents ($0.12) per gallon.

(d) On July 1, 2020, and every July 1 thereafter, the board shall adjust the taxes imposed by subdivisions (a), (b), and (c), with the adjustment to apply to both to the base tax rates specified in those provisions and to any previous adjustment in rates made pursuant to this subdivision, by increasing the taxes by a percentage amount equal to the increase in the California Consumer Price Index, as calculated by the Department of Finance with the resulting taxes rounded to the nearest one-tenth of one cent ($0.01). The first adjustment pursuant to this subdivision shall be a percentage amount

equal to the increase in the California Consumer Price Index from November 1, 2017, to November 1, 2019. Subsequent annual adjustments shall cover subsequent 12 month periods. The incremental change shall be added to the associated rate for that year.

(e) Any increases to the taxes imposed under subdivisions (a), (b), and (c) that are enacted by legislation subsequent to July 1, 2017, shall be deemed to be changes to the base tax rates for purposes of the California Consumer Price Index calculation and adjustment performed pursuant to subdivision (d).

SEC. 26. Section 7361.2 is added to the Revenue and Taxation Code, to read:

7361.2. (a) For the privilege of storing, for the purpose of sale, each supplier, wholesaler, and retailer owning 1,000 or more gallons of tax-paid motor vehicle fuel on November 1, 2017, shall pay a storage tax, the rate of which shall be determined by the board pursuant to the difference in the rate of the tax on motor vehicle fuel in effect on October 31, 2017, and the rate in effect on November 1, 2017, on tax-paid motor vehicle fuel in storage according to the volumetric measure thereof.

(b) For purposes of this section:

(1) "Owning" means having title to the motor vehicle fuel.

(2) "Retailer" means any person who sells motor vehicle fuel in this state to a person who subsequently uses the motor vehicle fuel.

(3) "Storing" includes the ownership or possession of tax-paid motor vehicle fuel outside of the bulk transfer/terminal system, including the holding of tax-paid motor vehicle fuel for sale at wholesale or retail locations stored in a container of any kind, including railroad tank cars and trucks or trailer cargo tanks. "Storing" also includes tax-paid motor vehicle fuel purchased from and invoiced by the seller, and tax-paid motor vehicle fuel removed from a terminal or entered into by a supplier, prior to the date specified in subdivision (a) and in transit on that date.

(4) "Wholesaler" means any person who sells diesel fuel in this state for resale to a retailer or to a person who is not a retailer and subsequently uses the motor vehicle fuel.

SEC. 27. Section 7653.2 is added to the Revenue and Taxation Code, to read:

7653.2. On or before January 1, 2018, each person subject to the storage tax imposed under Section 7361.2 shall prepare and file with the board, in a form prescribed by the board, a return showing the total number of gallons of tax-paid motor vehicle fuel owned by the person on November 1, 2017, the amount of the storage tax, and any other information that the board deems necessary for the proper administration of this part. The return shall be accompanied by a remittance payable to the board in the amount of tax due.

SEC. 28. Section 8352.4 of the Revenue and Taxation Code is amended to read:

8352.4. (a) Subject to Sections 8352 and 8352.1, and except as otherwise provided in subdivision (b), there shall be transferred from the money

deposited to the credit of the Motor Vehicle Fuel Account to the Harbors and Watercraft Revolving Fund, for expenditure in accordance with Division 1 (commencing with Section 30) of the Harbors and Navigation Code, the sum of six million six hundred thousand dollars ($6,600,000) per annum, representing the amount of money in the Motor Vehicle Fuel Account attributable to taxes imposed on distributions of motor vehicle fuel used or usable in propelling vessels. The actual amount shall be calculated using the annual reports of registered boats prepared by the Department of Motor Vehicles for the United States Coast Guard and the formula and method of the December 1972 report prepared for this purpose and submitted to the Legislature on December 26, 1972, by the Director of Transportation. If the amount transferred during each fiscal year is in excess of the calculated amount, the excess shall be retransferred from the Harbors and Watercraft Revolving Fund to the Motor Vehicle Fuel Account. If the amount transferred is less than the amount calculated, the difference shall be transferred from the Motor Vehicle Fuel Account to the Harbors and Watercraft Revolving Fund. No adjustment shall be made if the computed difference is less than fifty thousand dollars ($50,000), and the amount shall be adjusted to reflect any temporary or permanent increase or decrease that may be made in the rate under the Motor Vehicle Fuel Tax Law. Payments pursuant to this section shall be made prior to payments pursuant to Section 8352.2.

(b) (1) Commencing July 1, 2012, the revenues attributable to the taxes imposed pursuant to subdivision (b) of Section 7360 and otherwise to be deposited in the Harbors and Watercraft Revolving Fund pursuant to subdivision (a) shall instead be transferred to the General Fund.

(2) Commencing November 1, 2017, the revenues attributable to the taxes imposed pursuant to subdivision (c) of Section 7360, any adjustment pursuant to subdivision (d) of Section 7360, and Section 7361.2, and otherwise to be deposited in the Harbors and Watercraft Revolving Fund pursuant to subdivision (a), shall instead be transferred to the State Parks and Recreation Fund to be used for state parks, off-highway vehicle programs, or boating programs.

SEC. 29. Section 8352.5 of the Revenue and Taxation Code is amended to read:

8352.5. (a) (1) Subject to Sections 8352 and 8352.1, and except as otherwise provided in paragraph (1) of subdivision (b), there shall be transferred from the money deposited to the credit of the Motor Vehicle Fuel Account to the Department of Food and Agriculture Fund, during the second quarter of each fiscal year, an amount equal to the estimate contained in the most recent report prepared pursuant to this section.

(2) The amounts are not subject to Section 6357 with respect to the collection of sales and use taxes thereon, and represent the portion of receipts in the Motor Vehicle Fuel Account during a calendar year that were attributable to agricultural off-highway use of motor vehicle fuel which is subject to refund pursuant to Section 8101, less gross refunds allowed by the Controller during the fiscal year ending June 30 following the calendar

year to persons entitled to refunds for agricultural off-highway use pursuant to Section 8101. Payments pursuant to this section shall be made prior to payments pursuant to Section 8352.2.

(b) (1) Commencing July 1, 2012, the revenues attributable to the taxes imposed pursuant to subdivision (b) of Section 7360 and otherwise to be deposited in the Department of Food and Agriculture Fund pursuant to subdivision (a) shall instead be transferred to the General Fund.

(2) Commencing November 1, 2017, the revenues attributable to the taxes imposed pursuant to subdivision (c) of Section 7360, as adjusted pursuant to subdivision (d) of Section 7360, and Section 7361.2 shall be deposited in the Department of Food and Agriculture Fund.

(c) On or before September 30, 2012, and on or before September 30 of each even-numbered year thereafter, the Director of Transportation and the Director of Food and Agriculture shall jointly prepare, or cause to be prepared, a report setting forth the current estimate of the amount of money in the Motor Vehicle Fuel Account attributable to agricultural off-highway use of motor vehicle fuel, which is subject to refund pursuant to Section 8101 less gross refunds allowed by the Controller to persons entitled to refunds for agricultural off-highway use pursuant to Section 8101; and they shall submit a copy of the report to the Legislature.

SEC. 30. Section 8352.6 of the Revenue and Taxation Code is amended to read:

8352.6. (a) (1) Subject to Section 8352.1, and except as otherwise provided in paragraphs (2) and (3), on the first day of every month, there shall be transferred from moneys deposited to the credit of the Motor Vehicle Fuel Account to the Off-Highway Vehicle Trust Fund created by Section 38225 of the Vehicle Code an amount attributable to taxes imposed upon distributions of motor vehicle fuel used in the operation of motor vehicles off highway and for which a refund has not been claimed. Transfers made pursuant to this section shall be made prior to transfers pursuant to Section 8352.2.

(2) (A) Commencing July 1, 2012, the revenues attributable to the taxes imposed pursuant to subdivision (b) of Section 7360 and otherwise to be deposited in the Off-Highway Vehicle Trust Fund pursuant to paragraph (1) shall instead be transferred to the General Fund.

(B) Commencing November 1, 2017, the revenues attributable to the taxes imposed pursuant to subdivision (c) of Section 7360, any adjustment pursuant to subdivision (d) of Section 7360, and Section 7361.2, and otherwise to be deposited in the Off-Highway Vehicle Trust Fund pursuant to subdivision (a), shall instead be transferred to the State Parks and Recreation Fund to be used for state parks, off-highway vehicle programs, or boating programs.

(3) The Controller shall withhold eight hundred thirty-three thousand dollars ($833,000) from the monthly transfer to the Off-Highway Vehicle Trust Fund pursuant to paragraph (1), and transfer that amount to the General Fund.

(b) The amount transferred to the Off-Highway Vehicle Trust Fund pursuant to paragraph (1) of subdivision (a), as a percentage of the Motor Vehicle Fuel Account, shall be equal to the percentage transferred in the 2006–07 fiscal year. Every five years, starting in the 2013–14 fiscal year, the percentage transferred may be adjusted by the Department of Transportation in cooperation with the Department of Parks and Recreation and the Department of Motor Vehicles. Adjustments shall be based on, but not limited to, the changes in the following factors since the 2006–07 fiscal year or the last adjustment, whichever is more recent:

(1) The number of vehicles registered as off-highway motor vehicles as required by Division 16.5 (commencing with Section 38000) of the Vehicle Code.

(2) The number of registered street-legal vehicles that are anticipated to be used off highway, including four-wheel drive vehicles, all-wheel drive vehicles, and dual-sport motorcycles.

(3) Attendance at the state vehicular recreation areas.

(4) Off-highway recreation use on federal lands as indicated by the United States Forest Service's National Visitor Use Monitoring and the United States Bureau of Land Management's Recreation Management Information System.

(c) It is the intent of the Legislature that transfers from the Motor Vehicle Fuel Account to the Off-Highway Vehicle Trust Fund should reflect the full range of motorized vehicle use off highway for both motorized recreation and motorized off-road access to other recreation opportunities. Therefore, the Legislature finds that the fuel tax baseline established in subdivision (b), attributable to off-highway estimates of use as of the 2006–07 fiscal year, accounts for the three categories of vehicles that have been found over the years to be users of fuel for off-highway motorized recreation or motorized access to nonmotorized recreational pursuits. These three categories are registered off-highway motorized vehicles, registered street-legal motorized vehicles used off highway, and unregistered off-highway motorized vehicles.

(d) It is the intent of the Legislature that the off-highway motor vehicle recreational use to be determined by the Department of Transportation pursuant to paragraph (2) of subdivision (b) be that usage by vehicles subject to registration under Division 3 (commencing with Section 4000) of the Vehicle Code, for recreation or the pursuit of recreation on surfaces where the use of vehicles registered under Division 16.5 (commencing with Section 38000) of the Vehicle Code may occur.

(e) In the 2014–15 fiscal year, the Department of Transportation, in consultation with the Department of Parks and Recreation and the Department of Motor Vehicles, shall undertake a study to determine the appropriate adjustment to the amount transferred pursuant to subdivision (b) and to update the estimate of the amount attributable to taxes imposed upon distributions of motor vehicle fuel used in the operation of motor vehicles off highway and for which a refund has not been claimed. The

department shall provide a copy of this study to the Legislature no later than January 1, 2016.

SEC. 31. Chapter 6 (commencing with Section 11050) is added to Part 5 of Division 2 of the Revenue and Taxation Code, to read:

CHAPTER 6. TRANSPORTATION IMPROVEMENT FEE

11050. For purposes of this chapter, the following terms have the following meanings:

(a) "Transportation purposes" means both of the following:

(1) The research, planning, construction, improvement, maintenance, and operation of public streets and highways (and their related public facilities for nonmotorized traffic), including the mitigation of their environmental effects, the payment for property taken or damaged for the foregoing purposes, and the administrative costs necessarily incurred in the foregoing purposes.

(2) The research, planning, construction, improvement, maintenance, and operation of public transportation systems (and their related equipment and fixed facilities), including the mitigation of their environmental effects, the payment for property taken or damaged for the foregoing purposes, and the administrative costs necessarily incurred in the foregoing purposes.

(b) "Transportation improvement fee" means a supplemental charge added to the fee imposed pursuant to Chapter 2 (commencing with Section 10751).

(c) "Vehicle" means every vehicle that is subject to the fee in Chapter 2 (commencing with Section 10751), except the following:

(1) A commercial vehicle with an unladen weight of more than 10,000 pounds.

(2) A vehicle exempted pursuant to the Vehicle Code from the payment of registration fees.

(3) A vehicle for which a certificate of nonoperation has been filed with the Department of Motor Vehicles pursuant to Section 4604 of the Vehicle Code, during the period of time covered by the certificate.

(4) A vehicle described in Section 5004 of the Vehicle Code.

11051. (a) In addition to any other fee imposed on a vehicle by this code or the Vehicle Code, a transportation improvement fee is hereby imposed on each vehicle as defined in subdivision (b) of Section 11050 effective on January 1, 2018, or as soon after that date as the department is able to commence collection of the fee. The transportation improvement fee shall be in the amounts specified in Section 11052.

(b) The department shall collect the fee at the same time and in the same manner as the department collects the vehicle registration fee pursuant to Section 9250 of the Vehicle Code.

(c) The fee imposed pursuant to this chapter is imposed for the privilege of a resident of California to operate upon the public highways a vehicle or

trailer coach, the registrant of which is subject to the fee under Chapter 2 (commencing with Section 10751).

(d) The revenues from the transportation improvement fee imposed by this chapter shall be available for expenditure only on transportation purposes as provided in Section 11053.

11052. (a) The annual amount of the transportation improvement fee shall be based on the market value of the vehicle, as determined by the department pursuant to Sections 10753, 10753.2, and 10753.5, using the following schedule:

(1) Vehicles with a vehicle market value range between zero dollars ($0) and four thousand nine hundred ninety-nine dollars ($4,999), a fee of twenty-five dollars ($25).

(2) Vehicles with a vehicle market value range between five thousand dollars ($5,000) and twenty-four thousand nine hundred ninety-nine dollars ($24,999), a fee of fifty dollars ($50).

(3) Vehicles with a vehicle market value range between twenty-five thousand dollars ($25,000) and thirty-four thousand nine hundred ninety-nine dollars ($34,999), a fee of one hundred dollars ($100).

(4) Vehicles with a vehicle market value range between thirty-five thousand dollars ($35,000) and fifty-nine thousand nine hundred ninety-nine dollars ($59,999), a fee of one hundred fifty dollars ($150).

(5) Vehicles with a vehicle market value range of sixty thousand dollars ($60,000) and higher, a fee of one hundred seventy-five dollars ($175).

(b) On January 1, 2020, and every January 1 thereafter, the department shall adjust the transportation improvement fee imposed under subdivision (a) by increasing the fee for each vehicle market range in an amount equal to the increase in the California Consumer Price Index for the prior year, except the first adjustment shall cover the prior two years, as calculated by the Department of Finance, with amounts equal to or greater than fifty cents ($0.50) rounded to the highest whole dollar. The incremental change shall be added to the associated fee rate for that year.

(c) Any changes to the transportation improvement fee imposed in subdivision (a) that are enacted by the Legislature subsequent to January 1, 2018, shall be deemed to be changes to the base fee for purposes of the California Consumer Price Index calculation and adjustment performed pursuant to subdivision (b).

11053. Revenues from the transportation improvement fee, after deduction of the department's administrative costs related to this chapter, shall be transferred by the department to the Controller for deposit as follows:

(a) Commencing with the 2017–18 fiscal year, three hundred fifty million dollars ($350,000,000), plus an annual increase for inflation as determined in subdivision (b) of Section 11052 for this proportional share, shall annually be deposited into the Public Transportation Account. The Controller shall, each month, set aside one-twelfth of this amount, to accumulate a total of three hundred fifty million dollars ($350,000,000) in each fiscal year or the appropriate adjusted amount. For each fiscal year commencing with the 2017–18 fiscal year, the annual Budget Act shall include an appropriation

for 70 percent of these revenues to be allocated to the Transit and Intercity Rail Capital Program (Part 2 (commencing with Section 75220) of Division 44 of the Public Resources Code), pursuant to Section 99312.4 of the Public Utilities Code. The remaining 30 percent of these revenues shall be continuously appropriated to the Controller for allocation under the State Transit Assistance program, pursuant to subdivision (c) of Section 99312.1 of the Public Utilities Code.

(b) Commencing with the 2017–18 fiscal year, two hundred fifty million dollars ($250,000,000) shall annually be deposited into the State Highway Account for appropriation by the annual Budget Act to the Congested Corridor Program created pursuant to Section 2391 of the Streets and Highways Code. The Controller shall, each month, set aside one-twelfth of this amount, to accumulate a total of two hundred fifty million dollars ($250,000,000) in each fiscal year.

(c) The remaining revenues after the transfers made in subdivisions (a) and (b) shall be deposited into the Road Maintenance and Rehabilitation Account created pursuant to Section 2031 of the Streets and Highway Code.

SEC. 32. Section 60050 of the Revenue and Taxation Code is amended to read:

60050. (a) (1) A tax of sixteen cents ($0.16) is hereby imposed upon each gallon of diesel fuel subject to the tax in Sections 60051, 60052, and 60058.

(2) If the federal fuel tax is reduced below the rate of fifteen cents ($0.15) per gallon and federal financial allocations to this state for highway and exclusive public mass transit guideway purposes are reduced or eliminated correspondingly, the tax rate imposed by paragraph (1) shall be increased by an amount so that the combined state rate under paragraph (1) and the federal tax rate per gallon equal what it would have been in the absence of the federal reduction.

(3) If any person or entity is exempt or partially exempt from the federal fuel tax at the time of a reduction, the person or entity shall continue to be exempt under this section.

(b) On and after November 1, 2017, in addition to the tax imposed pursuant to subdivision (a), an additional tax of twenty cents ($0.20) is hereby imposed upon each gallon of diesel fuel subject to the tax in Sections 60051, 60052, and 60058.

(c) On July 1, 2020, and every July 1 thereafter, the State Board of Equalization shall adjust the taxes imposed by subdivisions (a), and (b), with the adjustment to apply to both to the base tax rates specified in those provisions and to any previous adjustment in rates made pursuant to this subdivision, by increasing the taxes by a percentage amount equal to the increase in the California Consumer Price Index, as calculated by the Department of Finance with the resulting taxes rounded to the nearest one-tenth of one cent ($0.01). The first adjustment pursuant to this subdivision shall be a percentage amount equal to the increase in the California Consumer Price Index from November 1, 2017, to November 1, 2019. Subsequent annual adjustments shall cover subsequent 12 month

periods. The incremental change shall be added to the associated rate for that year.

(d) Any changes to the taxes imposed under this section that are enacted by legislation subsequent to July 1, 2017, shall be deemed to be changes to the base tax rates for purposes of the California Consumer Price Index calculation and adjustment performed pursuant to paragraph (1).

SEC. 33. Section 60050.2 is added to the Revenue and Taxation Code, to read:

60050.2. (a) For the privilege of storing, for the purpose of sale, each supplier, wholesaler, and retailer owning 1,000 or more gallons of tax-paid diesel fuel on November 1, 2017, shall pay a storage tax of twenty cents ($0.20) per gallon of tax-paid diesel fuel in storage according to the volumetric measure thereof.

(b) For purposes of this section:

(1) "Owning" means having title to the diesel fuel.

(2) "Retailer" means any person who sells diesel fuel in this state to a person who subsequently uses the diesel fuel.

(3) "Storing" includes the ownership or possession of tax-paid diesel fuel outside of the bulk transfer/terminal system, including the holding of tax-paid diesel fuel for sale at wholesale or retail locations stored in a container of any kind, including railroad tank cars and trucks or trailer cargo tanks. "Storing" also includes tax-paid diesel fuel purchased from and invoiced by the seller, and tax-paid diesel fuel removed from a terminal or entered into by a supplier, prior to the date specified in subdivision (a) and in transit on that date.

(4) "Wholesaler" means any person who sells diesel fuel in this state for resale to a retailer or to a person who is not a retailer and subsequently uses the diesel fuel.

SEC. 34. Section 60201.4 is added to the Revenue and Taxation Code, to read:

60201.4. On or before January 1, 2018, each person subject to the storage tax imposed under Section 60050.2 shall prepare and file with the board, in a form prescribed by the board, a return showing the total number of gallons of tax-paid diesel fuel owned by the person on November 1, 2017, the amount of the storage tax, and any other information that the board deems necessary for the proper administration of this part. The return shall be accompanied by a remittance payable to the board in the amount of tax due.

SEC. 35. Article 2.5 (commencing with Section 800) is added to Chapter 4 of Division 1 of the Streets and Highways Code, to read:

Article 2.5. Advance Mitigation Program

800. (a) The Advance Mitigation Program is hereby created to enhance communications between the department and stakeholders to protect natural resources through project mitigation, to meet or exceed applicable

environmental requirements, to accelerate project delivery, and to fully mitigate environmental impacts from transportation infrastructure projects. The department shall consult on all activities pursuant to this article with the Department of Fish and Wildlife, including activities pursuant to Chapter 9 (commencing with Section 1850) of Division 2 of the Fish and Game Code.

(b) Commencing with the 2017–18 fiscal year, and for a period of four years, the department shall set aside no less than thirty million dollars ($30,000,000) annually for the Advance Mitigation Program from the annual appropriations for the State Transportation Improvement Program and the State Highway Operation and Protection Program for the planning and implementation of projects in the Advanced Mitigation Program.

(c) The annual Budget Act and subsequent legislation may establish additional provisions and requirements for the program.

SEC. 36. Chapter 2 (commencing with Section 2030) is added to Division 3 of the Streets and Highways Code, to read:

CHAPTER 2. ROAD MAINTENANCE AND REHABILITATION PROGRAM

2030. (a) The Road Maintenance and Rehabilitation Program is hereby created to address deferred maintenance on the state highway system and the local street and road system. Funds made available by the program shall be prioritized for expenditure on basic road maintenance and road rehabilitation projects, and on critical safety projects.

(b) (1) Funds made available by the program shall be used for projects that include, but are not limited to, the following:

(A) Road maintenance and rehabilitation.

(B) Safety projects.

(C) Railroad grade separations.

(D) Complete street components, including active transportation purposes, pedestrian and bicycle safety projects, transit facilities, and drainage and stormwater capture projects in conjunction with any other allowable project.

(E) Traffic control devices.

(2) Funds made available by the program may also be used to satisfy a match requirement in order to obtain state or federal funds for projects authorized by this subdivision.

(c) To the extent possible and cost effective, and where feasible, the department and cities and counties receiving funds under the program shall use advanced technologies and material recycling techniques that reduce the cost of maintaining and rehabilitating the streets and highways, and that exhibit reduced levels of greenhouse gas emissions through material choice and construction method.

(d) To the extent possible and cost effective, and where feasible, the department and cities and counties receiving funds under the program shall use advanced technologies and communications systems in transportation infrastructure that recognize and accommodate advanced automotive

technologies that may include, but are not necessarily limited to, charging or fueling opportunities for zero-emission vehicles, and provision of infrastructure-to-vehicle communications for transitional or full autonomous vehicle systems.

(e) To the extent deemed cost effective, and where feasible, in the context of both the project scope and the risk level for the asset due to global climate change, the department and cities and counties receiving funds under the program shall include features in the projects funded by the program to better adapt the asset to withstand the negative effects of climate change and make the asset more resilient to impacts such as fires, floods, and sea level rise.

(f) To the extent beneficial, cost effective, and practicable in the context of facility type, right-of-way, project scope, and quality of nearby alternative facilities, and where feasible, the department and cities and counties receiving funds under the program shall incorporate complete street elements into projects funded by the program, including, but not limited to, elements that improve the quality of bicycle and pedestrian facilities and that improve safety for all users of transportation facilities.

(g) For purposes of funds directed to the State Highway Operation and Protection Program, the guidelines and reporting provisions shall be consistent with Section 14526.5 of the Government Code.

(h) Guidelines adopted by the commission to facilitate the allocation of funds in the account shall be exempt from the Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code).

2031. The following revenues shall be deposited in the Road Maintenance and Rehabilitation Account, which is hereby created in the State Transportation Fund:

(a) Notwithstanding subdivision (b) of Section 2103 and pursuant to subdivision (a) of Section 2103.1, the portion of the revenues in the Highway Users Tax Account attributable to the increases in the motor vehicle fuel excise tax pursuant to subdivision (c) of Section 7360 of the Revenue and Taxation Code, as adjusted pursuant to subdivision (d) of that section.

(b) The revenues from the portion of the transportation improvement fee pursuant to subdivision (c) of Section 11053 of the Revenue and Taxation Code.

(c) The revenues from the increase in the vehicle registration fee pursuant to Section 9250.6 of the Vehicle Code, as adjusted pursuant to subdivision (b) of that section.

(d) Notwithstanding subdivision (b) of Section 2103 and pursuant to paragraph (2) of subdivision (b) of Section 2103.1, one-half of the revenues attributable to the increase in the diesel fuel excise tax pursuant to subdivisions (b) and (c) of Section 60050 of the Revenue and Taxation Code.

(e) Any other revenues designated for the program.

2031.5. For each fiscal year, the annual Budget Act shall contain an appropriation from the Road Maintenance and Rehabilitation Account for the costs of administering this chapter.

2032. (a) (1) After deducting the amounts appropriated in the annual Budget Act, as provided in Section 2031.5, two hundred million dollars ($200,000,000) of the remaining revenues deposited in the Road Maintenance and Rehabilitation Account shall be set aside annually for counties that have sought and received voter approval of taxes or that have imposed fees, including uniform developer fees as defined by subdivision (b) of Section 8879.67 of the Government Code, which taxes or fees are dedicated solely to transportation improvements. The Controller shall each month set aside one-twelfth of this amount, to accumulate a total of two hundred million dollars ($200,000,000) in each fiscal year.

(2) Eligible projects under this subdivision shall include, but not are limited to, sound walls for a freeway that was built prior to 1987 without sound walls and with or without high occupancy vehicle lanes if the completion of the sound walls has been deferred due to lack of available funding for at least 20 years and a noise barrier scope summary report has been completed within the last 20 years.

(3) Notwithstanding Section 13340 of the Government Code, the funds available under this subdivision in each fiscal year are hereby continuously appropriated for allocation to each eligible county and each city in the county for road maintenance and rehabilitation purposes pursuant to Section 2033.

(b) After deducting the amounts appropriated in the annual Budget Act pursuant to Section 2031.5 and the amount allocated in subdivision (a), beginning in the 2017–18 fiscal year, one hundred million dollars ($100,000,000) of the remaining revenues shall be available annually for expenditure, upon appropriation by the Legislature, on the Active Transportation Program created pursuant to Chapter 8 (commencing with Section 2380) of Division 3 to be allocated by the California Transportation Commission pursuant to Section 2381. The Controller shall each month set aside one-twelfth of this amount, to accumulate a total of one hundred million dollars ($100,000,000) in each fiscal year.

(c) After deducting the amounts appropriated in the annual Budget Act pursuant to Section 2031.5 and the amounts allocated in subdivisions (a) and (b), beginning in the 2017–18 fiscal year, four hundred million dollars ($400,000,000) of the remaining revenues shall be available annually for expenditure, upon appropriation by the Legislature, by the department for bridge and culvert maintenance and rehabilitation. The Controller shall each month set aside one-twelfth of this amount, to accumulate a total of four hundred million dollars ($400,000,000) in each fiscal year.

(d) After deducting the amounts appropriated in the annual Budget Act pursuant to Section 2031.5 and the amounts allocated in subdivisions (a), (b), and (c), beginning in the 2017–18 fiscal year, twenty-five million dollars ($25,000,000) of the remaining revenues shall be transferred annually to the State Highway Account for expenditure, upon appropriation by the Legislature, to supplement the freeway service patrol program. The

Controller shall each month set aside one-twelfth of this amount, to accumulate a total of twenty-five million dollars ($25,000,000) in each fiscal year.

(e) After deducting the amounts appropriated in the annual Budget Act pursuant to Section 2031.5 and the amounts allocated in subdivisions (a), (b), (c), and (d), in the 2017–18, 2018–19, 2019–20, 2020–21, and 2021–22 fiscal years, from revenues in the Road Maintenance and Rehabilitation Account that are not subject to Article XIX of the California Constitution, five million dollars ($5,000,000) shall be appropriated in each fiscal year to the California Workforce Development Board to assist local agencies to implement policies to promote preapprenticeship training programs to carry out the projects that are funded by the account pursuant to Section 2038. Funds appropriated pursuant to this subdivision in the Budget Act but remaining unexpended at the end of each applicable fiscal year shall be reappropriated for the same purposes in the following year's Budget Act, but all funds appropriated or reappropriated pursuant to this subdivision in the Budget Act shall be liquidated no later than June 30, 2027.

(f) After deducting the amounts appropriated in the annual Budget Act pursuant to Section 2031.5 and the amounts allocated in subdivisions (a), (b), (c), (d), and (e), beginning in the 2017–18 fiscal year, twenty-five million dollars ($25,000,000) of the remaining revenues shall be available annually for expenditure, upon appropriation by the Legislature, by the department for local planning grants, as described in Section 2033.5. The Controller shall each month set aside one-twelfth of this amount, to accumulate a total of twenty-five million dollars ($25,000,000) in each fiscal year.

(g) After deducting the amounts appropriated in the annual Budget Act pursuant to Section 2031.5 and the amounts allocated in subdivisions (a), (b), (c), (d), (e), and (f), beginning in the 2017–18 fiscal year and each fiscal year thereafter, from the remaining revenues, five million dollars ($5,000,000) shall be available, upon appropriation, to the University of California for the purpose of conducting transportation research and two million dollars ($2,000,000) shall be available, upon appropriation, to the California State University for the purpose of conducting transportation research and transportation-related workforce education, training, and development. Prior to the start of each fiscal year, the Secretary of Transportation and the chairs of the Assembly Committee on Transportation and the Senate Committee on Transportation and Housing may set out a recommended priority list of research components to be addressed in the upcoming fiscal year.

(h) Notwithstanding Section 13340 of the Government Code, the balance of the revenues deposited in the Road Maintenance and Rehabilitation Account are hereby continuously appropriated as follows:

(1) Fifty percent for allocation to the department for maintenance of the state highway system or for purposes of the state highway operation and protection program.

(2) Fifty percent for apportionment to cities and counties by the Controller pursuant to the formula in clauses (i) and (ii) of subparagraph (C) of

paragraph (3) of subdivision (a) of Section 2103 for the purposes authorized by this chapter.

2032.5. (a) It is the intent of the Legislature that the Department of Transportation and local governments are held accountable for the efficient investment of public funds to maintain the public highways, streets, and roads, and are accountable to the people through performance goals that are tracked and reported.

(b) The department shall annually report to the commission relative to the expenditures made with funds received pursuant to subdivision (c) of, and paragraph (1) of subdivision (g) of, Section 2032, and the progress made and achievement of the performance goals outlined in subdivision (n) of Section 1 of the act adding this section.

(c) For each fiscal year in which the department receives an allocation of funds described in subdivision (b), the department shall submit documentation to the commission that includes a description and the location of each completed project, the amount of funds expended on the project, the completion date, and the project's estimated useful life. Annually, the commission shall evaluate the effectiveness of the department in reducing deferred maintenance and improving road conditions on the state highway system, as demonstrated by the progress made by the goals set forth in subdivision (n) of Section 1 of the act enacting this section. The commission may make recommendations for improvement and may withhold future project allocations if it determines program funds are not being appropriately spent. The commission shall annually include any findings in its annual report to the Legislature pursuant to Section 14535 of the Government Code.

(d) The department shall implement efficiency measures with the goal to generate at least one hundred million dollars ($100,000,000) per year in savings to invest in maintenance and rehabilitation of the state highway system. These savings shall be reported to the commission.

2033. (a) On or before January 1, 2018, the commission, in cooperation with the department, transportation planning agencies, county transportation commissions, and other local agencies, shall develop guidelines for the allocation of funds pursuant to subdivision (a) of Section 2032.

(b) The guidelines shall be the complete and full statement of the policy, standards, and criteria that the commission intends to use to determine how these funds will be allocated.

(c) The commission may amend the adopted guidelines after conducting at least one public hearing.

2033.5. The department, from funds made available pursuant to subdivision (f) of Section 2032, shall allocate local planning grants to encourage local and regional planning that furthers state goals, including, but not limited to, the goals and best practices cited in the regional transportation guidelines adopted by the commission pursuant to Sections 14522 to 14522.3, inclusive, of the Government Code. The department shall develop a grant guide and shall consult with the State Air Resources Board, the Governor's Office of Planning and Research, and the Department of Housing and Community Development in the development of the grant

guide, and shall provide status reports as it administers these funds. The grant guide shall be exempt from the Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code).

2034. (a) (1) Prior to receiving an apportionment of funds under the program pursuant to paragraph (2) of subdivision (h) of Section 2032 from the Controller in a fiscal year, an eligible city or county shall submit to the commission a list of projects proposed to be funded with these funds pursuant to an adopted city or county budget. All projects proposed to receive funding shall be included in a city or county budget that is adopted by the applicable city council or county board of supervisors at a regular public meeting. The list of projects proposed to be funded with these funds shall include a description and the location of each proposed project, a proposed schedule for the project's completion, and the estimated useful life of the improvement. The project list shall not limit the flexibility of an eligible city or county to fund projects in accordance with local needs and priorities so long as the projects are consistent with subdivision (b) of Section 2030.

(2) The commission shall report to the Controller the cities and counties that have submitted a list of projects as described in this subdivision and that are therefore eligible to receive an apportionment of funds under the program for the applicable fiscal year. The Controller, upon receipt of the report, shall apportion funds to eligible cities and counties.

(b) For each fiscal year, each city or county receiving an apportionment of funds shall, upon expending program funds, submit documentation to the commission that includes a description and location of each completed project, the amount of funds expended on the project, the completion date, and the estimated useful life of the improvement.

2036. (a) Cities and counties shall maintain their existing commitment of local funds for street, road, and highway purposes in order to remain eligible for an allocation or apportionment of funds pursuant to Section 2032.

(b) In order to receive an allocation or apportionment pursuant to Section 2032, the city or county shall annually expend from its general fund for street, road, and highway purposes an amount not less than the annual average of its expenditures from its general fund during the 2009–10, 2010–11, and 2011–12 fiscal years, as reported to the Controller pursuant to Section 2151. For purposes of this subdivision, in calculating a city's or county's annual general fund expenditures and its average general fund expenditures for the 2009–10, 2010–11, and 2011–12 fiscal years, any unrestricted funds that the city or county may expend at its discretion, including vehicle in-lieu tax revenues and revenues from fines and forfeitures, expended for street, road, and highway purposes shall be considered expenditures from the general fund. One-time allocations that have been expended for street and highway purposes, but which may not be available on an ongoing basis, including revenue provided under the Teeter Plan Bond Law of 1994 (Chapter 6.6 (commencing with Section 54773) of Part 1 of Division 2 of Title 5 of the Government Code), may not

be considered when calculating a city's or county's annual general fund expenditures.

(c) For any city incorporated after July 1, 2009, the Controller shall calculate an annual average expenditure for the period between July 1, 2009, and December 31, 2015, inclusive, that the city was incorporated.

(d) For purposes of subdivision (b), the Controller may request fiscal data from cities and counties in addition to data provided pursuant to Section 2151, for the 2009–10, 2010–11, and 2011–12 fiscal years. Each city and county shall furnish the data to the Controller not later than 120 days after receiving the request. The Controller may withhold payment to cities and counties that do not comply with the request for information or that provide incomplete data.

(e) The Controller may perform audits to ensure compliance with subdivision (b) when deemed necessary. Any city or county that has not complied with subdivision (b) shall reimburse the state for the funds it received during that fiscal year. Any funds withheld or returned as a result of a failure to comply with subdivision (b) shall be reapportioned to the other counties and cities whose expenditures are in compliance.

(f) If a city or county fails to comply with the requirements of subdivision (b) in a particular fiscal year, the city or county may expend during that fiscal year and the following fiscal year a total amount that is not less than the total amount required to be expended for those fiscal years for purposes of complying with subdivision (b).

2037. A city or county may spend its apportionment of funds under the program on transportation priorities other than those allowable pursuant to this chapter if the city's or county's average Pavement Condition Index meets or exceeds 80.

2038. The California Workforce Development Board shall develop guidelines for public agencies receiving Road Maintenance and Rehabilitation Account funds to participate in, invest in, or partner with, new or existing preapprenticeship training programs established pursuant to subdivision (e) of Section 14230 of the Unemployment Insurance Code. The department and local agencies that receive Road Maintenance and Rehabilitation Account funds pursuant to this chapter shall, not later than July 1, 2023, follow the guidelines set forth by the board. The board shall also establish a preapprenticeship development and training grant program, beginning January 1, 2019, pursuant to subdivision (e) of Section 14230 of the Unemployment Insurance Code. Local public agencies that receive Road Maintenance and Rehabilitation Account funds pursuant to this chapter are eligible to compete for such grants and may apply in partnership with other agencies and entities, including those with existing preapprenticeship programs. Successful grant applicants shall, to the extent feasible:

(a) Follow the multicraft core curriculum implemented by the State Department of Education for its pilot project with the California Partnership Academies and by the California Workforce Development Board and local boards.

(b) Include a plan for outreach to and retention of women participants in the preapprenticeship program to help increase the representation of women in the building and construction trades.

(c) Include a plan for outreach to and retention of minority participants and underrepresented subgroups in the preapprenticeship program to help increase their representation in the building and construction trades.

(d) Include a plan for outreach to and retention of disadvantaged youth participants in the preapprenticeship program to help increase their employment opportunities in the building and construction trades.

(e) Include a plan for outreach to individuals in the local labor market area and to formerly incarcerated individuals to provide pathways to employment and training.

(f) Coordinate with local state-approved apprenticeship programs, local building trade councils, and to the extent possible the California Conservation Corps and certified community conservation corps, so individuals who have completed these programs have a pathway to continued employment.

SEC. 37. Section 2103.1 is added to the Streets and Highways Code, to read:

2103.1. (a) Notwithstanding subdivision (b) of Section 2103, the portion of revenues in the Highway Users Tax Account attributable to the increases in the motor vehicle fuel excise tax pursuant to subdivision (c) of Section 7360 of the Revenue and Taxation Code, as adjusted pursuant to subdivision (d) of that section, shall be transferred to the Road Maintenance and Rehabilitation Account pursuant to Section 2031.

(b) Notwithstanding subdivision (b) of Section 2103, the portion of revenues in the Highway Users Tax Account attributable to the increase in the diesel fuel excise tax pursuant to subdivision (b) of Section 60050 of the Revenue and Taxation Code, as adjusted pursuant to subdivision (c) of that section, shall be transferred as follows:

(1) Fifty percent to the Trade Corridors Enhancement Account pursuant to Section 2192.4.

(2) Fifty percent to the Road Maintenance and Rehabilitation Account pursuant to Section 2031.

(c) Notwithstanding subdivision (b) of Section 2103, the portion of the revenues in the Highway Users Tax Account attributable to the storage taxes imposed pursuant to Sections 7361.2 and 60050.2 of the Revenue and Taxation Code shall be deposited in the Road Maintenance and Rehabilitation Account created pursuant to Section 2031.

SEC. 38. Section 2104 of the Streets and Highways Code is amended to read:

2104. Notwithstanding Section 13340 of the Government Code, a sum equal to the net revenue derived from 11.3 percent of the per gallon tax under the Motor Vehicle Fuel License Tax Law (Part 2 (commencing with Section 7301) of Division 2), 1.80 cents ($0.0180) under the Use Fuel Tax Law (Part 3 (commencing with Section 8601) of Division 2), and 11.5 percent of the per gallon tax under the Diesel Fuel Tax Law (Part 31

(commencing with Section 60001) of Division 2) of the Revenue and Taxation Code, shall be apportioned among the counties, as follows:

(a) Each county shall be paid one thousand six hundred sixty-seven dollars ($1,667) during each calendar month, which amount shall be expended exclusively for engineering costs and administrative expenses with respect to county roads.

(b) A sum equal to the total of all reimbursable snow removal or snow grooming, or both, costs filed pursuant to subdivision (d) of Section 2152, or seven million dollars ($7,000,000), whichever is less, shall be apportioned in 12 approximately equal monthly apportionments for snow removal or snow grooming, or both, on county roads, as provided in Section 2110.

(c) A sum equal to five hundred thousand dollars ($500,000) shall be apportioned in 12 approximately equal monthly apportionments, as provided in Section 2110.5.

(d) (1) Seventy-five percent of the funds payable under this section shall be apportioned among the counties monthly in the respective proportions that the number of fee-paid and exempt vehicles which are registered in each county bears to the total number of fee-paid and exempt vehicles registered in the state.

(2) For purposes of apportionment under this subdivision, the Department of Motor Vehicles shall, as soon as possible after the last day of each calendar month, furnish to the Controller a verified statement showing the number of fee-paid and exempt vehicles which are registered in each county and in the state as of the last day of each calendar month as reflected by the records of the Department of Motor Vehicles.

(e) Of the remaining money payable, there shall be paid to each eligible county an amount that is computed monthly as follows: The number of miles of maintained county roads in each county shall be multiplied by sixty dollars ($60); from the resultant amount, there shall be deducted the amount received by each county under subdivision (d) and the remainder, if any, shall be paid to each county.

(f) The remaining money payable, after the foregoing apportionments, shall be apportioned among the counties in the same proportion as the money referred to in subdivision (d).

(g) (1) Transfers of revenues from the Highway Users Tax Account to counties pursuant to this section collected during the months of March, April, May, June, and July of 2008, shall be made with the transfer of August 2008 revenues in September of 2008. This suspension shall not apply to a county with a population of less than 40,000.

(2) For the purpose of meeting the cash obligations associated with ongoing budgeted costs, a county may make use of any cash balance in its county road fund, including that resulting from the receipt of funds pursuant to the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Chapter 12.49 (commencing with Section 8879.20) of Division 1 of Title 2 of the Government Code (hereafter bond act)) for local streets and roads maintenance, during the period of this suspension, without the use of this cash being reflected as an expenditure of bond act funds,

provided the cash is replaced once this suspension is repaid in September of 2008. Counties may accrue the revenue received in September 2008 as repayment of these suspensions for the months of April, May, and June of 2008 back to the 2007–08 fiscal year. Nothing in this paragraph shall change the fact that expenditures must be accrued and reflected from the appropriate funding sources for which the moneys were received and meet all the requirements of those funding sources.

(h) (1) The transfer of revenues from the Highway Users Tax Account to counties pursuant to this section that are collected during the months of January, February, and March 2009, shall be made with the transfer of April 2009 revenues in May 2009.

(2) For the purpose of meeting the cash obligations associated with ongoing budgeted costs, a county may make use of any cash balance in its county road fund, including that resulting from the receipt of funds pursuant to the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Chapter 12.49 (commencing with Section 8879.20) of Division 1 of Title 2 of the Government Code (bond act)) for local streets and roads maintenance during the period of this suspension, provided the cash is replaced once this suspension is repaid in May of 2009.

(3) This subdivision shall not affect any requirement that an expenditure is required to be accrued and reflected from the appropriate funding source for which the money was received and to meet all the requirements of its funding source.

SEC. 39. Section 2105 of the Streets and Highways Code is amended to read:

2105. Notwithstanding Section 13340 of the Government Code, in addition to the apportionments prescribed by Sections 2104, 2106, and 2107, from the revenues derived from a per gallon tax imposed pursuant to Section 7360 of the Revenue and Taxation Code, and a per gallon tax imposed pursuant to Sections 8651, 8651.5, and 8651.6 of the Revenue and Taxation Code, and a per gallon tax imposed pursuant to Sections 60050 and 60115 of the Revenue and Taxation Code, the following apportionments shall be made:

(a) A sum equal to 5.8 percent of the per gallon tax under Section 7360 of the Revenue and Taxation Code, 11.5 percent of any per gallon tax in excess of nine cents ($0.09) per gallon under Sections 8651, 8651.5, and 8651.6 of the Revenue and Taxation Code, and 6.5 percent of the per gallon tax under Sections 60050 and 60115 of the Revenue and Taxation Code, shall be apportioned among the counties, including a city and county.

The amount of apportionment to each county, including a city and county, during a fiscal year shall be calculated as follows:

(1) One million dollars ($1,000,000) for apportionment to all counties, including a city and county, in proportion to each county's receipts during the prior fiscal year under Sections 2104 and 2106.

(2) One million dollars ($1,000,000) for apportionment to all counties, including a city and county, as follows:

(A) Seventy-five percent in the proportion that the number of fee-paid and exempt vehicles which are registered in the county bears to the number of fee-paid and exempt vehicles registered in the state.

(B) Twenty-five percent in the proportion that the number of miles of maintained county roads in the county bears to the miles of maintained county roads in the state.

(3) For each county, determine its factor which is the higher amount calculated pursuant to paragraph (1) or (2) divided by the sum of the higher amounts for all of the counties.

(4) The amount to be apportioned to each county is equal to its factor multiplied by the amount available for apportionment.

(b) A sum equal to 5.8 percent of the per gallon tax under Section 7360 of the Revenue and Taxation Code, 11.5 percent of any per gallon tax in excess of nine cents ($0.09) per gallon under Sections 8651, 8651.5, and 8651.6 of the Revenue and Taxation Code, and 6.5 percent of the per gallon tax under Sections 60050 and 60115 of the Revenue and Taxation Code, shall be apportioned to cities, including a city and county, in the proportion that the total population of the city bears to the total population of all the cities in the state.

(c) (1) Transfers of revenues from the Highway Users Tax Account to counties or cities pursuant to this section collected during the months of March, April, May, June, and July of 2008, shall be made with the transfer of August 2008 revenues in September of 2008. This suspension shall not apply to a county with a population of less than 40,000.

(2) For the purpose of meeting the cash obligations associated with ongoing budgeted costs, a city or county may make use of any cash balance in the city account that is designated for the receipt of state funds allocated for local streets and roads or the county road fund, including that resulting from the receipt of funds pursuant to the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Chapter 12.49 (commencing with Section 8879.20) of Division 1 of Title 2 of the Government Code (hereafter bond act)) for local streets and roads maintenance, during the period of this suspension, without the use of this cash being reflected as an expenditure of bond act funds, provided the cash is replaced once this suspension is repaid in September of 2008. Counties and cities may accrue the revenue received in September 2008 as repayment of these suspensions for the months of April, May, and June of 2008 back to the 2007–08 fiscal year. Nothing in this paragraph shall change the fact that expenditures must be accrued and reflected from the appropriate funding sources for which the moneys were received and meet all the requirements of those funding sources.

(d) (1) The transfer of revenues from the Highway Users Tax Account to counties or cities pursuant to this section collected during the months of January, February, and March 2009 shall be made with the transfer of April 2009 revenues in May 2009.

(2) For the purpose of meeting the cash obligations associated with ongoing budgeted costs, a city or county may make use of any cash balance

in the city account that is designated for the receipt of state funds allocated for local streets and roads or the county road fund, including that resulting from the receipt of funds pursuant to the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Chapter 12.49 (commencing with Section 8879.20) of Division 1 of Title 2 of the Government Code (bond act)) for local streets and roads maintenance, during the period of this suspension, and the use of this cash shall not be considered as an expenditure of bond act funds, if the cash is replaced when the payments that are suspended pursuant to this subdivision are repaid in May 2009.

(3) This subdivision shall not affect any requirement that an expenditure is required to be accrued and reflected from the appropriate funding source for which the money was received and to meet all the requirements of its funding source.

SEC. 40. Section 2106 of the Streets and Highways Code is amended to read:

2106. Notwithstanding Section 13340 of the Government Code, a sum equal to the net revenue derived from 5.3 percent of the per gallon tax under the Motor Vehicle Fuel License Tax Law (Part 2 (commencing with Section 7301) of Division 2 of the Revenue and Taxation Code) shall be apportioned monthly from the Highway Users Tax Account in the Transportation Tax Fund among the counties and cities as follows:

(a) Four hundred dollars ($400) per month shall be apportioned to each city and city and county and eight hundred dollars ($800) per month shall be apportioned to each county and city and county.

(b) On the last day of each month, the sum of six hundred thousand dollars ($600,000) shall be transferred to the State Highway Account in the State Transportation Fund for the Active Transportation Program pursuant to Chapter 8 (commencing with Section 2380). For each month in the 2013–14 fiscal year that has passed prior to the enactment of the bill adding this sentence, six hundred thousand dollars ($600,000) shall be immediately transferred from the Bicycle Transportation Account to the State Highway Account in the State Transportation Fund for the Active Transportation Program, less any amount already expended for that program from the Bicycle Transportation Account during the 2013–14 fiscal year.

(c) The balance shall be apportioned, as follows:

(1) A base sum shall be computed for each county by using the same proportions of fee-paid and exempt vehicles as are established for purposes of apportionment of funds under subdivision (d) of Section 2104.

(2) For each county, the percentage of the total assessed valuation of tangible property subject to local tax levies within the county which is represented by the assessed valuation of tangible property outside the incorporated cities of the county shall be applied to its base sum, and the resulting amount shall be apportioned to the county. The assessed valuation of taxable tangible property, for purposes of this computation, shall be that most recently used for countywide tax levies as reported to the Controller by the State Board of Equalization. If an incorporation or annexation is

legally completed following the base sum computation, the new city's assessed valuation shall be deducted from the county's assessed valuation, the estimate of which may be provided by the State Board of Equalization.

(3) The difference between the base sum for each county and the amount apportioned to the county shall be apportioned to the cities of that county in the proportion that the population of each city bears to the total population of all the cities in the county. Populations used for determining apportionment of money under Section 2107 are to be used for purposes of this section.

(d) (1) Transfers of revenues from the Highway Users Tax Account to counties or cities pursuant to this section collected during the months of March, April, May, June, and July of 2008, shall be made with the transfer of August 2008 revenues in September of 2008. This suspension shall not apply to a county with a population of less than 40,000.

(2) For the purpose of meeting the cash obligations associated with ongoing budgeted costs, a city or county may make use of any cash balance in the city account that is designated for the receipt of state funds allocated for local streets and roads or the county road fund, including that resulting from the receipt of funds pursuant to the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Chapter 12.49 (commencing with Section 8879.20) of Division 1 of Title 2 of the Government Code (hereafter bond act)) for local streets and roads maintenance, during the period of this suspension, without the use of this cash being reflected as an expenditure of bond act funds, provided the cash is replaced once this suspension is repaid in September of 2008. Counties and cities may accrue the revenue received in September 2008 as repayment of these suspensions for the months of April, May, and June of 2008 back to the 2007–08 fiscal year. Nothing in this paragraph shall change the fact that expenditures must be accrued and reflected from the appropriate funding sources for which the moneys were received and meet all the requirements of those funding sources.

(e) (1) The transfer of revenues from the Highway Users Tax Account to counties or cities pursuant to this section collected during the months of January, February, and March 2009, shall be made with the transfer of April 2009 revenues in May 2009.

(2) For the purpose of meeting the cash obligations associated with ongoing budgeted costs, a city or county may make use of any cash balance in the city account that is designated for the receipt of state funds allocated for local streets and roads or the county road fund, including that resulting from the receipt of funds pursuant to the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Chapter 12.49 (commencing with Section 8879.20) of Division 1 of Title 2 of the Government Code (bond act)) for local streets and roads maintenance, during the period of this suspension, and the use of this cash shall not be considered as an expenditure of bond act funds, if the cash is replaced when the payments that are suspended pursuant to this subdivision are repaid in May 2009.

(3) This subdivision shall not affect any requirement that an expenditure is required to be accrued and reflected from the appropriate funding source for which the money was received and to meet all the requirements of its funding source.

SEC. 41. Section 2107 of the Streets and Highways Code is amended to read:

2107. (a) Notwithstanding Section 13340 of the Government Code, a sum equal to the net revenues derived from 7.3 percent of the per gallon tax under the Motor Vehicle Fuel License Tax Law (Part 2 (commencing with Section 7301) of Division 2), 2.59 cents ($0.0259) under the Use Fuel Tax Law (Part 3 (commencing with Section 8601) of Division 2), and 11.5 percent under the Diesel Fuel Tax Law (Part 31 (commencing with Section 60001) of Division 2) of the Revenue and Taxation Code, shall be apportioned monthly to the cities and cities and counties of this state from the Highway Users Tax Account in the Transportation Tax Fund as provided in this section.

(b) From the sum determined pursuant to subdivision (a), the Controller shall allocate annually to each city that has filed a report containing the information prescribed by subdivision (c) of Section 2152, and that had expenditures in excess of five thousand dollars ($5,000) during the preceding fiscal year for snow removal, an amount equal to one-half of the amount of its expenditures for snow removal in excess of five thousand dollars ($5,000) during that fiscal year.

(c) The balance of the sum determined pursuant to subdivision (a) from the Highway Users Tax Account shall be allocated to each city, including city and county, in the proportion that the total population of the city bears to the total population of all the cities in this state.

(d) (1) For the purpose of this section, except as otherwise provided in paragraph (2), the population in each city is the population determined for that city in the manner specified in Section 11005.3 of the Revenue and Taxation Code.

(2) Commencing with the ninth fiscal year of a city described in subdivision (a) of Section 11005.3 of the Revenue and Taxation Code, the sixth fiscal year of a city described in subdivision (b) of Section 11005.3 of the Revenue and Taxation Code, and the 61st month of the city described in subdivision (c) of Section 11005.3 of the Revenue and Taxation Code, the population in each city is the actual population of that city, as defined in subdivision (e) of Section 11005.3 of the Revenue and Taxation Code.

(e) (1) Transfers of revenues from the Highway Users Tax Account to cities pursuant to this section collected during the months of March, April, May, June, and July of 2008, shall be made with the transfer of August 2008 revenues in September of 2008.

(2) For the purpose of meeting the cash obligations associated with ongoing budgeted costs, a city may make use of any cash balance in the city account that is designated for the receipt of state funds allocated for local streets and roads, including that resulting from the receipt of funds pursuant to the Highway Safety, Traffic Reduction, Air Quality, and Port

Security Bond Act of 2006 (Chapter 12.49 (commencing with Section 8879.20) of Division 1 of Title 2 of the Government Code (hereafter bond act)) for local streets and roads maintenance, during the period of this suspension, without the use of this cash being reflected as an expenditure of bond act funds, provided the cash is replaced once this suspension is repaid in September of 2008. Cities may accrue the revenue received in September 2008 as repayment of these suspensions for the months of April, May, and June of 2008 back to the 2007–08 fiscal year. Nothing in this paragraph shall change the fact that expenditures must be accrued and reflected from the appropriate funding sources for which the moneys were received and meet all the requirements of those funding sources.

(f) (1) A transfer of revenues from the Highway Users Tax Account to cities pursuant to this section collected during the months of January, February, and March 2009, shall be made with the transfer of April 2009 revenues in May 2009.

(2) For the purpose of meeting the cash obligations associated with ongoing budgeted costs, a city may make use of any cash balance in the city account that is designated for the receipt of state funds allocated for local streets and roads, including that resulting from the receipt of funds pursuant to the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Chapter 12.49 (commencing with Section 8879.20) of Division 1 of Title 2 of the Government Code (bond act)) for local streets and roads maintenance, during the period of this suspension, and the use of this cash shall not be reflected as an expenditure of bond act funds, if the cash is replaced once this suspension is repaid in May 2009.

(3) This subdivision shall not affect any requirement that an expenditure is required to be accrued and reflected from the appropriate funding sources for which the moneys were received and to meet all the requirements of those funding sources.

SEC. 42. Section 2192.4 is added to the Streets and Highways Code, to read:

2192.4. The Trade Corridor Enhancement Account is hereby created in the State Transportation Fund to receive funds from subdivision (b) of Section 60050 of the Revenue and Taxation Code, as adjusted. Funds in the account shall be available for expenditure upon appropriation by the Legislature for corridor-based freight projects nominated by local agencies and the state.

SEC. 43. The Legislature finds and declares all of the following:

(a) Californians know congestion. For decades, California has been home to five or six of the nation's most congested travel corridors, which are located in Los Angeles, the San Francisco-Oakland-San Jose Bay Area, the Inland Empire, San Diego, and increasingly, in the central valley. While congestion is a vexing challenge in a state that is home to nearly 40 million people and that adds nearly a half-million people each year, regions and localities are finding new ways to address congestion in highly traveled corridors by undertaking long-term, comprehensive, and multimodal approaches that seek to reduce congestion by expanding travel choices,

improving the quality of life, and preserving the local community character within the corridor.

(b) Examples of this more comprehensive approach to improving congestion in highly traveled corridors include, but are not limited to, programs in the following regions:

(1) The North Coast Corridor improvements along Route 5 and the parallel rail corridor in the County of San Diego.

(2) The Route 91 and Metrolink rail corridor improvements in the County of Riverside.

(3) Emerging solutions for the Route 101 and Caltrain corridor connecting Silicon Valley with San Francisco.

(4) Multimodal approaches for the Route 101 and SMART rail corridor between the Counties of Marin and Sonoma.

(5) Comprehensive solutions for the Route 405 Corridor in the County of Los Angeles.

(c) The state recognizes the benefits to mobility, quality of life, and the environment through comprehensive, multimodal proposals that address mobility, community, and environmental challenges along highly traveled corridors. Therefore, the Solutions for Congested Corridors Program is being created to support collaborative and comprehensive proposals to address these challenges.

SEC. 44. Chapter 8.5 (commencing with Section 2390) is added to Division 3 of the Streets and Highways Code, to read:

CHAPTER 8.5. CONGESTED CORRIDORS

2390. The Solutions for Congested Corridors Program is hereby created.

2391. Pursuant to subdivision (b) of Section 11053 of the Revenue and Taxation Code, two hundred fifty million dollars ($250,000,000) in the State Highway Account shall be available for appropriation to the Department of Transportation in each annual Budget Act for the Solutions for Congested Corridors Program. Funds made available for the program shall be allocated by the California Transportation Commission to projects designed to achieve a balanced set of transportation, environmental, and community access improvements within highly congested travel corridors throughout the state. Funding shall be available for projects that make specific performance improvements and are part of a comprehensive corridor plan designed to reduce congestion in highly traveled corridors by providing more transportation choices for residents, commuters, and visitors to the area of the corridor while preserving the character of the local community and creating opportunities for neighborhood enhancement projects. In order to mitigate increases in vehicle miles traveled, greenhouse gases, and air pollution, highway lane capacity-increasing projects funded by this program shall be limited to high-occupancy vehicle lanes, managed lanes as defined in Section 14106 of the Government Code, and other non-general purpose lane improvements primarily designed to improve safety for all modes of

travel, such as auxiliary lanes, truck climbing lanes, or dedicated bicycle lanes. Project elements within the corridor plans may include improvements to state highways, local streets and roads, public transit facilities, bicycle and pedestrian facilities, and restoration or preservation work that protects critical local habitat or open space.

2392. A regional transportation planning agency or county transportation commission or authority responsible for preparing a regional transportation improvement plan under Section 14527 of the Government Code or the department may nominate projects for funding through the program that are consistent with the policy objectives of the program as set forth in this chapter. The commission shall allocate no more than one-half of the funds available each year to projects nominated exclusively by the department. Preference shall be given to corridor plans that demonstrate that the plans and the specific project improvements to be undertaken are the result of collaboration between the department and local or regional partners that reflect a comprehensive approach to addressing congestion and quality-of-life issues within the affected corridor through investment in transportation and related environmental solutions. Collaboration between the partners may be demonstrated by a project being jointly nominated by both the regional agency and the department.

2393. A project nomination shall include documentation regarding the quantitative and qualitative measures validating the project's consistency with the policy objectives of the program as set forth in this chapter. In addition to being included in a corridor plan, a nominated project shall also be included in the region's regional transportation plan. Projects within the boundaries of a metropolitan planning organization must be included in an adopted regional transportation plan that includes a sustainable communities strategy determined by the State Air Resources Board to achieve the region's greenhouse gas emissions reduction targets.

2394. The commission shall allocate program funds to projects after reviewing the corridor plans submitted by the regional agencies or the department and making a determination that a proposed project is consistent with the objectives of the corridor plan. In addition to making a consistency determination with respect to project nominations, the commission shall score the proposed projects on the following criteria:

(a) Safety.
(b) Congestion.
(c) Accessibility.
(d) Economic development and job creation and retention.
(e) Furtherance of state and federal ambient air standards and greenhouse gas emissions reduction standards pursuant to the California Global Warming Solutions Act of 2006 (Division 25.5 (commencing with Section 38550) of the Health and Safety Code) and Senate Bill 375 (Chapter 728 of the Statutes of 2008).
(f) Efficient land use.
(g) Matching funds.
(h) Project deliverability.

2395. The commission shall adopt an initial program of projects to be funded through the initial appropriation for the program. The initial program may cover a multiyear programming period. Subsequent programs of projects shall be adopted on a biennial basis consistent with available funds for the program, and may include updates to programs of projects previously adopted.

2396. The commission, in consultation with the State Air Resources Board, shall develop and adopt guidelines for the program consistent with the requirements of this chapter. Guidelines adopted by the commission shall be exempt from the Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code). Prior to adopting the guidelines, the commission shall conduct at least one public hearing in northern California and one public hearing in southern California to review and provide an opportunity for public comment. The commission shall adopt the final guidelines no sooner than 30 days after the commission provides the proposed guidelines to the Joint Legislative Budget Committee and the transportation policy committees in the Senate and the Assembly.

2397. On or before March 1, 2019, and annually thereafter, the commission shall provide project update reports on the development and implementation of the program described in this chapter in its annual report to the Legislature prepared pursuant to Section 14535 of the Government Code. A copy of the report shall be provided to the Joint Legislative Budget Committee and the transportation policy committees of both houses of the Legislature. The report, at a minimum, shall include information on each project that received funding under the program, including, but not limited to, all of the following:

(a) A summary describing the overall progress of the project since the initial award.

(b) Expenditures to date for all project phase costs.

(c) A summary of milestones achieved during the prior year and milestones expected to be reached in the coming year.

(d) An assessment of how the project is meeting the quantitative and qualitative measurements identified in the project nomination, as outlined in Section 2393.

SEC. 45. Section 4000.15 is added to the Vehicle Code, to read:

4000.15. (a) Effective January 1, 2020, the department shall confirm, prior to the initial registration or the transfer of ownership and registration of a diesel-fueled vehicle with a gross vehicle weight rating of more than 14,000 pounds, that the vehicle is compliant with, or exempt from, applicable air pollution control technology requirements pursuant to Division 26 (commencing with Section 39000) of the Health and Safety Code and regulations of the State Air Resources Board adopted pursuant to that division.

(b) Except as otherwise provided in subdivision (c), for diesel-fueled vehicles subject to Section 43018 of the Health and Safety Code, as applied to the reduction of emissions of diesel particulate matter, oxides of nitrogen,

and other criteria pollutants from in-use diesel-fueled vehicles, and Section 2025 of Title 13 of the California Code of Regulations as it read January 1, 2017, or as subsequently amended:

(1) The department shall refuse registration, or renewal or transfer of registration, for a diesel-fueled vehicle with a gross vehicle weight rating of 14,001 pounds to 26,000 pounds for the following vehicle model years:

(A) Effective January 1, 2020, vehicle model years 2004 and older.

(B) Effective January 1, 2021, vehicle model years 2007 and older.

(C) Effective January 1, 2023, vehicle model years 2010 and older.

(2) The department shall refuse registration, or renewal or transfer of registration, for a diesel-fueled vehicle with a gross vehicle weight rating of more than 26,000 pounds for the following vehicle model years:

(A) Effective January 1, 2020, vehicle model years 2000 and older.

(B) Effective January 1, 2021, vehicle model years 2005 and older.

(C) Effective January 1, 2022, vehicle model years 2007 and older.

(D) Effective January 1, 2023, vehicle model years 2010 and older.

(c) (1) As determined by the State Air Resources Board, notwithstanding effective dates and vehicle model years identified in subdivision (b), the department may allow registration, or renewal or transfer of registration, for a diesel-fueled vehicle that has been reported to the State Air Resources Board, and is using an approved exemption, or is compliant with applicable air pollution control technology requirements pursuant to Division 26 (commencing with Section 39000) of the Health and Safety Code and regulations of the State Air Resources Board adopted pursuant to that division, including vehicles equipped with the required model year emissions equivalent engine or otherwise using an approved compliance option.

(2) The State Air Resources Board shall notify the department of the vehicles allowed to be registered pursuant to this subdivision.

SEC. 46. Section 4156 of the Vehicle Code is amended to read:

4156. (a) Notwithstanding any other provision of this code, and except as provided in subdivision (b), the department in its discretion may issue a temporary permit to operate a vehicle when a payment of fees has been accepted in an amount to be determined by, and paid to the department, by the owner or other person in lawful possession of the vehicle. The permit shall be subject to the terms and conditions, and shall be valid for the period of time, that the department shall deem appropriate under the circumstances.

(b) (1) The department shall not issue a temporary permit pursuant to subdivision (a) to operate a vehicle for which a certificate of compliance is required pursuant to Section 4000.3, and for which that certificate of compliance has not been issued, unless the department is presented with sufficient evidence, as determined by the department, that the vehicle has failed its most recent smog check inspection.

(2) Only one temporary permit may be issued pursuant to this subdivision to a vehicle owner in a two-year period.

(3) A temporary permit issued pursuant to paragraph (1) is valid for either 60 days after the expiration of the registration of the vehicle or 60 days after



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the date that vehicle is removed from nonoperation, whichever is applicable at the time that the temporary permit is issued.

(4) A temporary permit issued pursuant to paragraph (1) is subject to Section 9257.5.

(c) (1) The department may issue a temporary permit pursuant to subdivision (a) to operate a vehicle for which registration may be refused pursuant to Section 4000.15.

(2) Only one temporary permit may be issued pursuant to this subdivision for any vehicle, unless otherwise approved by the State Air Resources Board.

(3) A temporary permit issued pursuant to paragraph (1) is valid for either 90 days after the expiration of the registration of the vehicle or 90 days after the date that vehicle is removed from nonoperation, whichever is applicable at the time the temporary permit is issued.

(4) A temporary permit issued pursuant to paragraph (1) is subject to Section 9257.5.

SEC. 47. Section 9250.6 is added to the Vehicle Code, to read:

9250.6. (a) In addition to any other fees specified in this code, or the Revenue and Taxation Code, commencing July 1, 2020, a road improvement fee of one hundred dollars ($100) shall be paid to the department for registration or renewal of registration of every zero-emission motor vehicle model year 2020 and later subject to registration under this code, except those motor vehicles that are expressly exempted under this code from payment of registration fees.

(b) On January 1, 2021, and every January 1 thereafter, the Department of Motor Vehicles shall adjust the road improvement fee imposed under subdivision (a) by increasing the fee in an amount equal to the increase in the California Consumer Price Index for the prior year, except the first adjustment shall cover the prior six months, as calculated by the Department of Finance, with amounts equal to or greater than fifty cents ($0.50) rounded to the highest whole dollar. The incremental change shall be added to the associated fee rate for that year.

(c) Any changes to the road improvement fee imposed by subdivision (a) that are enacted by legislation subsequent to July 1, 2017, shall be deemed to be changes to the base fee rate for purposes of the California Consumer Price Index calculation and adjustment performed pursuant to subdivision (b).

(d) Revenues from the road improvement fee, after deduction of the department's administrative costs related to this section, shall be deposited in the Road Maintenance and Rehabilitation Account created pursuant to Section 2031 of the Streets and Highways Code.

(e) This section does not apply to a commercial motor vehicle subject to Section 9400.1.

(f) The road improvement fee required pursuant to this section does not apply to the initial registration after the purchase of a new zero-emission motor vehicle.

(g) For purposes of this section, "zero-emission motor vehicle" means a motor vehicle as described in subdivision (d) of Section 44258 of the

Health and Safety Code, or any other motor vehicle that is able to operate on any fuel other than gasoline or diesel fuel.

SEC. 48. (a) On or before January 1, 2019, the Institute for Transportation Studies at the University of California, Davis is requested to prepare and submit to the Governor and the Legislature a report that makes recommendations on potential methodologies to raise revenue from zero-emission and low-emission vehicle owners to achieve the state's transportation electrification, clean air, and climate targets established under law while also ensuring those vehicle owners pay their fair share of any costs borne by motorists to fund improvements to the transportation system.

(b) The report shall examine all fees, taxes, and incentives for zero- and low-emission vehicles, and other vehicles, and shall make recommendations for options that ensure the purchase and ownership of zero- and low-emission vehicles are properly incentivized to assist in meeting state clean air and climate targets, while also ensuring appropriate levels of funding for roads and transportation.

(c) The study shall assess annual fees on zero-emission vehicles or other vehicles not otherwise subject to state fuel excise or use taxes and compare that to the average annual state fuel excise tax assessed on gasoline or diesel vehicles with equivalent fuel economy.

(d) The Institute shall consult with the State Air Resources Board, the Department of Transportation, the Department of Motor Vehicles, and the State Board of Equalization in preparing the report.

(e) This report shall be submitted in compliance with Section 9795 of the Government Code.

SEC. 49. Guidelines adopted to implement transportation programs in this act by the California Transportation Commission, the Department of Transportation, the Transportation Agency, or any other state agency shall be exempt from the Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code).

SEC. 50. This act is an urgency statute necessary for the immediate preservation of the public peace, health, or safety within the meaning of Article IV of the Constitution and shall go into immediate effect. The facts constituting the necessity are:

In order to provide additional funding for road maintenance and rehabilitation purposes as quickly as possible, it is necessary for this act to take effect immediately.

O

Office of the
South Gate City Clerk

JUN - 4 2026

FILED
1:38pm

# Item No. 8

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9th, 2026**
Originating Department: **Public Works**

***Department Head:*** Arturo Cervantes
*Arturo Cervantes*

***City Manager:*** Rob Houston
*Rob Houston*

**SUBJECT: AMENDMENT NO. 1 TO CONTRACT NO. 2022-83-CC, WITH UNITED PACIFIC SERVICES, INC. FOR A CONTRACT EXTENSION AND MODIFICATION OF THE CITY'S TREE TRIMMING CYCLE FROM FOUR YEARS TO FIVE YEARS**

**PURPOSE:** To approve Amendment No. 1 to Agreement for Citywide Tree Maintenance, Contract No. 2022-83-CC ("Agreement"), with United Pacific Services, Inc. (UPS), extending the contract term through June 30, 2027, and modifying the tree trimming cycle from a four-year cycle to a five-year cycle to better align with current operational and budgetary conditions.

**RECOMMENDED ACTION:** The City Council will consider:

a. Approving Amendment No. 1 to the Agreement with United Pacific Services, Inc., extending the agreement through June 30, 2027, for continued citywide tree maintenance services and modifying the tree trimming cycle from a four-year cycle to a five-year cycle, for a not to exceed amount of $859,955; and

b. Authorizing the Mayor to execute Amendment No. 1 to the Agreement, Contract No. 2022-83-CC, in a form acceptable to the City Attorney.

**FISCAL IMPACT:** Amendment No. 1 is in the amount of $859,955 and it will be funded as summarized below. The total revised contract amount is $4,649,542.

| Contract Year | General Fund | Street Lighting & Landscape | Total |
|---|---|---|---|
| **FY 2022/23** | $127,500 | $718,123 | **$845,623** |
| **FY 2023/24** | $127,500 | $776,523 | **$904,023** |
| **FY 2024/25** | $127,500 | $1,035,098 | **$1,162,598** |
| **FY 2025/26** | $127,500 | $749,803 | **$877,303** |
| **FY 2026/27 – Amendment No. 1** | $127,500 | $732,455 | **$859,955** |
| **Total** | **$637,500** | **$4,012,002** | **$4,649,502** |

**ANALYSIS:** Under the Agreement, United Pacific Services, Inc. ("UPS") provides comprehensive tree maintenance services, including grid trimming, tree removal, emergency response services, and ongoing maintenance of the City's urban forest. The agreement establishes a four-year grid trimming cycle and includes a provision allowing the contract to be extended annually in one-year terms up to four times, subject to City Council approval.

In accordance with the contract provisions, staff negotiated a contract extension with UPS through June 30, 2027, to provide citywide tree maintenance services under modified service levels while maintaining the same terms and conditions established under the original agreement.

As part of evaluating the proposed extension, staff reviewed the long-term sustainability of the City's tree maintenance program considering the City's current budgetary constraints, including the projected $9.4 million General Fund deficit for Fiscal Year 2026/27. To help reduce operational costs while maintaining essential services, staff is recommending via Amendment No. 1 transitioning the City's tree trimming program from a four-year cycle to a five-year cycle beginning July 1, 2026, coinciding with the start of the extension term and Fiscal Year 2026/27.

The proposed adjustment is anticipated to reduce annual trimming quantities and associated costs by approximately $127,348 while continuing to maintain the City's ability to respond to hazardous tree conditions, emergency requests, and resident concerns. Palm tree trimming and emergency response services will continue under their existing maintenance practices and will not be impacted by the proposed change.

Approval of the proposed amendment will allow the City to continue uninterrupted tree maintenance services while implementing a more cost-effective and operationally sustainable trimming program. UPS has continued to perform services in accordance with contract requirements and has supported the maintenance of over 17,500 trees located throughout City streets, parks, and public facilities.

**BACKGROUND:** The City owns and maintains an urban forest consisting of more than 17,500 trees located throughout public streets, parks, and City facilities. These trees require ongoing maintenance to support public safety, tree health, visibility, and protection of public infrastructure.

The Public Works Department oversees the City's urban forestry program through the services of a contracted tree maintenance provider. On September 27, 2022, the City Council approved the Agreement with UPS with a four-year term and a four-year trimming cycle, in an amount not to exceed $3,789,547. Amendment No. 1 extends the contract term and transitions from a four-year to a five-year cycle.

Staff worked with the contractor to assess transitioning from a four-year to five-year tree trimming cycle. Tree trimming cycles are periodically reviewed to balance service levels, operational needs, risk management, and available funding. Under the current four-year cycle, approximately 14,000 parkway trees are trimmed unevenly by geographic zones, resulting in fluctuating annual workloads and costs, with Fiscal Year 2026/27 representing one of the most labor-intensive years. The proposed five-year cycle would distribute trimming activities more evenly, creating a more balanced and sustainable maintenance program while reducing annual costs by approximately $127,348.

The contract will continue to include funding for special tree trimming services to address hazardous conditions, priority locations, emergency response work, and resident service requests outside of the regular trimming cycle. Palm tree maintenance, which is typically performed on a more frequent cycle due to species-specific requirements, will continue under its current maintenance schedule and will not be impacted by the proposed transition to a five-year cycle.

Tree maintenance services within City parks will also continue to be supported through contributions from the Parks and Recreation Department.

**ATTACHMENTS:** A. Amendment No. 1 to Agreement, Contract No. 2022-83-CC
B. Agreement, Contract No. 2022-83-CC
C. Acceptance Letter From UPS

HF:ky

# AMENDMENT NO. 1 TO CONTRACT NO. 2022-83-CC BETWEEN THE CITY OF SOUTH GATE AND UNITED PACIFIC SERVICES, INC., FOR CITYWIDE TREE MAINTENANCE SERVICES, CITY PROJECT NO. 690-ST

This Amendment No. 1 to Contract No. 2022-83-CC ("Amendment") for Citywide Tree Maintenance Services, City Project No. 690-ST, is made and entered into as of June 9, 2026, by and between the City of South Gate, a municipal corporation ("City"), and United Pacific Services, Inc., a California corporation ("Contractor"). City and Contractor are sometimes hereinafter individually referred to as a "Party" and collectively as "Parties."

## RECITALS

**WHEREAS,** on September 7, 2022, following approval by the South Gate City Council, City and Contractor entered into an Agreement for Citywide Tree Maintenance Services, City Contract No. 2022-83-CC (the "Contract"), for City Project No. 690-ST; and

**WHEREAS,** the Term of the Contract was four (4) years, and is scheduled to expire on September 6, 2026; and

**WHEREAS,** the Contract granted the City four (4) options to extend the Term of the Contract by one (1) year each; and

**WHEREAS,** in connection with City's modification of its tree-trimming cycle from a four-year cycle to a five-year cycle, City wishes to exercise the first of those options to extend the Term of the Contract; and

**WHEREAS,** the Contract is silent as to the compensation payable to Contractor during each such extended term; and

**WHEREAS,** City and Contractor hereby with to establish the amount of such compensation;

**NOW, THEREFORE,** the Parties hereby agree as follows:

1. **EXERCISE OF OPTION AND EXTENSION OF TERM.**
   City hereby exercises the first of its options to extend the Term of the Contract for one (1) additional year. As such, the Term of the Contract will now expire on June 30, 2027. City reserves its right to exercise the remaining extension options under the Contract as and when such options become exercisable.

2. **SCOPE OF WORK.**
   For the 12-month period from July 1, 2026 through June 30, 2027, the types of services to be performed by Contractor shall be as specified in the Contract, but the number and location of the trees to be maintained by Contractor shall be as designated by City in connection with City's transition to a five-year maintenance cycle.

3. **COMPENSATION.**
For the 12-month period from July 1, 2026, through June 30, 2027, the total amount of compensation payable by City to Contractor shall not exceed **Eight Hundred and Fifty-Nine Thousand Nine Hundred Fifty-Five Dollars ($859,955).** During that 12-month period, the unit prices specified on the Bid Schedule attached to the Contract shall be increased by three percent (3%).

4. **EFFECT OF AMENDMENT.**
Except as expressly amended herein, all other terms and conditions of the Contract shall remain in full force and effect.

**IN WITNESS WHEREOF,** the Parties hereto have caused this Amendment to be executed and attested by their respective officers hereunto duly authorized.

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor
Dated: June 9, 2026

**ATTEST:**

By:_____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

DRAFT

By:_____
Raúl F. Salinas, City Attorney

**UNITED PACIFIC SERVICES, INC.,**
**a California Corporation**

By: _____
Karina Vasquez,
CEO, CFO and Secretary

# AGREEMENT

## CITYWIDE TREE MAINTENANCE PROGRAM
## CITY PROJECT NO. 690-ST

THIS AGREEMENT FOR CITYWIDE TREE MAINTENANCE ("Agreement") is made and entered into as of September 27, 2022, by and between the City of South Gate, a municipal corporation, ("City" or "Owner"), and United Pacific Services, a California Corporation, ("Contractor"), with reference to the following facts:

### RECITALS

A. Owner is the owner of certain parks, landscaped medians and sidewalks, and other municipal facilities, all within the public right of way within the City of South Gate, containing trees, more particularly identified in this Agreement below and in the Exhibits attached hereto.

B. Contractor has represented and does hereby represent to Owner that Contractor has the requisite skills, knowledge, qualifications, manpower and expertise to maintain the foregoing facilities, systems and improvements, and Contractor does hereby offer to perform maintenance services with respect thereto, as more particularly identified below in this Agreement and in the Exhibits attached hereto.

C. Owner is willing to accept that offer, subject to the terms and conditions of this Agreement.

NOW, THEREFORE, Owner and Contractor mutually agree as follows:

### ARTICLE I

THE PROJECT; WORK

1.1 Project. Subject to the terms of this Agreement and the Contract Documents (as defined below), Owner hereby engages Contractor, and Contractor accepts such engagement, to perform:

**CITYWIDE TREE MAINTENANCE PROGRAM**
**CITY PROJECT NO. 690-ST**

Contractor shall furnish at its own expense all labor, materials, equipment, and services necessary therefore, except such labor, materials, equipment, and services as are specified in the Contract Documents to be furnished by Owner.

1.2 Commencement of Work. The execution and delivery of this Agreement by Owner and Contractor does not constitute an authorization for Contractor to proceed with the work pursuant to this Agreement. Contractor shall commence performance of the work as specified in the Contract Documents, which detail when Contractor may proceed with the work. Contractor represents and warrants to Owner that Contractor will be able to commence the work pursuant to this Agreement within that time in compliance with all requirements of this Agreement.

1.3 Inspection of Work. The City's Assistant City Manager/Director of Public Works ("Director") and his designees shall have the right to review and inspect the work pursuant to this Agreement performed by Contractor hereunder at any and all times, with respect to the quality of the work and Contractor's conformance to the terms of this Agreement, pursuant to Owner's established review and approval procedures as the same may be amended from time to time. Without limiting Owner's rights, if the Director or his designee determines as a result of any such inspection that any aspect of the work pursuant to this Agreement is unsatisfactory for any reason (including without limitation failure to meet the performance standards specified in Contract Documents below), then Contractor shall promptly correct the work at no additional cost to Owner.

## ARTICLE II

### CONTRACT SUM AND PAYMENT

For performing and completing the work in accordance with the Contract Documents, Owner shall pay Contractor, in full compensation therefore, the maximum contract sum of **THREE MILLION SEVEN HUNDRED EIGHTY-NINE THOUSAND FIVE HUNDRED AND FORTY FIVE DOLLARS ($3,789,545)** set forth in the Bid Schedule attached hereto as Exhibit "A", which sum shall constitute payment in full for all work performed hereunder, including, without limitation, all labor, materials, equipment, tools, and services used or incorporated in the work, supervision, administration, overhead, expenses, and any and all other things required, furnished, or incurred for completion of the work as specified in the Contract Documents. Owner shall make payments to Contractor on account of the contract sum at the time, in the manner, and upon the conditions specified in the Contract Documents. Contractor acknowledges that the annual contract amount will be different from the base bid. Except as specifically set forth in the Contract Documents, Contractor shall not be paid hereunder for any travel time in the performance of the work pursuant to this Agreement. Contractor shall notify Owner when Contractor's requests for payment reach eighty-five percent (85%) of the above- referenced maximum compensation amount. Except as otherwise provided in the Contract Documents, on or before the tenth ($10^{th}$) day of each calendar month following the commencement of the work pursuant to this Agreement, Contractor shall file its request for payment, accompanied by evidence satisfactory to Owner justifying the request for payment, including a report of work accomplished and tasks completed in the previous month, and an itemization of eligible expenses with copies of receipts and invoices. If, after review by Owner, the work is found to be unacceptable, Contractor, at its expense, shall expeditiously correct such unacceptable work pursuant to this Agreement. If Contractor fails to correct unacceptable work, Owner may withhold from any payment due an amount that the Owner reasonably believes will equal the cost of correcting the unacceptable work. Subject to Owner's right to reject all or any part of the charges set forth in such invoice as provided herein, Owner shall pay Contractor the amount of such invoice within thirty (30) days of receipt and approval of such invoice.

## ARTICLE III

### CONTRACT DOCUMENTS

The following constitute the entire agreement between the Owner and the Contractor as follows:

this Agreement, the Notice Inviting Bids, the plans, the Specifications, the Instructions to Bidders, the accepted proposal, the Bid Schedule(s), the Contractor's Industrial Safety Record, the Contractor's Qualification Statement, the Bid Security Forms for Check, the Worker's Compensation Insurance Certificate, the Non-Collusion Affidavit, the Specifications (and drawings), the General Provisions, the Special Provisions, the Indemnification and Liability Insurance Requirements, and all addenda as prepared prior to the date of bid opening setting forth any modifications or interpretations of any of said documents, and any and all supplemental agreements heretofore or herewith executed amending or extending the work contemplated and which may be required to complete the work in a substantial and acceptable manner(all of the above-mentioned documents are collectively referred to as the "Contract Documents," And together, the Contract Documents form the Agreement). Each of the above-referenced Contract Documents are fully part of this Agreement and are incorporated herein as if attached hereto or repeated herein. In addition, the recitals set forth herein are incorporated by this reference and made a part of this Agreement. In addition, to the Contract Documents, the municipal codes and other laws cited in this Agreement, together contain the entire understanding of the parties, and supersede any and all other written or oral understanding. No alteration or amendment to this Agreement or the Contract Documents shall be effective unless given in writing and signed by the party or parties sought to be charged or bound by the alteration or amendment.

## ARTICLE IV

### INDEMNIFICATION

Contractor (and its sureties, if any) shall indemnify, hold harmless and defend (with counsel selected by the City) the City of South Gate, the City of South Gate Housing Authority, and their respective consultants and sub-consultants, officers, agents, elected officials, and employees, from any and all claims and losses whatsoever occurring or resulting to or from any and all persons, firms, or corporations furnishing or supplying work, services, materials, or supplies in connection with the performance of this Agreement, any and all claims, lawsuits or actions arising from the awarding or execution of this Agreement, and from any and all claims and losses occurring or resulting to any person, firm, corporation or property for damage, injury, or death arising out of or connected with Contractor's obligations or performance under this Agreement. Contractor's obligation to indemnify, defend and save harmless the City of South Gate, the City of South Gate Housing Authority, and their respective consultants, sub-consultants, officers, agents, elected officials, and employees, as stated hereinabove shall include, but not be limited to, paying all legal fees and costs incurred by legal counsel of the City's choice in representing the City of South Gate, the City of South Gate Housing Authority, and their respective consultants and sub-consultants, officers, agents, elected officials, and employees, in connection with any such claims, losses, lawsuits or actions. THIS PROVISION SHALL SURVIVE THE COMPLETION OF WORK AND SERVICES TO BE PROVIDED UNDER THIS AGREEMENT.

## ARTICLE V

### PREVAILING WAGES

Contractor acknowledges the provisions of the California Labor Code requiring every employer to be insured against liability for workers' compensation, or to undertake self-insurance in accordance with the provisions of that code and certifies compliance with such provisions.

Contractor further acknowledges the provisions of the California Labor Code requiring every employer to pay at least the minimum prevailing rate of per diem wages for each craft, classification, or type of workman needed to execute this Agreement and covenants and agrees to comply with such provisions. Contractor must pay "prevailing wages" to all personnel employed by Contractor who perform any portion of the work pursuant to this Agreement. State labor standards provisions, including prevailing wage requirements will be enforced and Contractor covenants and agrees to comply with the same. Requirements of the State General Prevailing Wage Determination as established by the California Department of Industrial Relations (available at http://www.dir.ca.gov/DLSR/PWD/index.htm), will be enforced and Contractor covenants and agrees to comply with the same. It is Contractor's responsibility to interpret and implement any prevailing wage requirements. Contractor agrees to pay any penalty or civil damages resulting from a violation of prevailing wage laws with respect to this Agreement. Owner advises Contractor to familiarize itself with those laws, including without limitation those set forth at California Labor Code §§ 1720 through 1861, inclusive.

## ARTICLE VI

### EFFECTIVE DATE

This Agreement shall become effective and commence as of the date set forth below on which the last of the parties, whether Owner or Contractor, executes said Agreement ("Effective Date").

## ARTICLE VII

### TERM AND EXTENSION OPTIONS; TERMINATION

7.1 Term and Extension Options. The initial term of this Agreement shall be four (4) years ("Term") commencing on the Effective Date, unless sooner terminated pursuant to this Agreement. This Agreement shall not be automatically renewed or extended; performance by Contractor of any additional work pursuant to this Agreement following the Term shall be prohibited, and Contractor shall not be entitled to compensation therefore, in the absence of a written agreement signed by Owner pertaining to such additional work, however, the City shall have an option to extend the Term of this Agreement annually for one (1) year terms up to four (4) times subject to City Council approval.

7.2 Termination for Convenience. Owner may terminate this Agreement at any time, with or without cause, upon sending a written notice of termination to Contractor ("Termination Notice") that specifies a termination date ("Early Termination Date") at least thirty (30) days after the date of the Termination Notice. Upon receipt of the Termination Notice, Contractor shall acknowledge receipt to Owner in writing and take all steps necessary to cease all work under this Agreement in a reasonable and orderly manner by no later than the Early Termination Date; provided, however, that any work under this Agreement performed after the Early Termination Date that is reasonably necessary to terminate the work under this Agreement in an orderly manner must be specifically authorized in writing by the City's Director of Public Works prior to its performance and prior to the Early Termination Date. Upon termination by Owner, Contractor shall be paid or reimbursed for all compensable work performed by Contractor under the Agreement up to the Early Termination Date (less all payments previously made), plus ten percent (10%) of the balance that would otherwise be due to Contractor during the remaining Term of this

Agreement as reimbursement for profits lost to Contractor by virtue of the City's early termination of this Agreement. In no event shall any amounts paid or reimbursed upon termination of this Agreement exceed the total maximum compensation specified in Article II.

7.3 Notice of Default and Termination for Cause. If Owner delivers written notice to Contractor notifying Contractor that it is in default of one or more of its obligations under this Agreement, specifying the nature of the default, and stating what steps Contractor must take to cure the default ("Default Notice"), and if such default remains uncured within ten (10) days following Owner's delivery of the Default Notice, then Owner may at any time thereafter immediately terminate this Agreement upon written notice to Contractor. Upon such termination, Owner shall pay Contractor an amount equal to the value of the work satisfactorily performed hereunder as of the date of the Default Notice; provided, however, that Owner retains all rights to recover damages incurred by Owner as a result of Contractor's default, including without limitation the right of offset against amounts otherwise due to Contractor hereunder, and the rights specified in this Agreement. Contractor shall have no right to any reimbursement for profit or lost profit. Following such termination, Owner may procure, upon such terms and in such manner as Owner deems appropriate, tree maintenance services similar to those terminated hereunder. If, after notice of termination of this Agreement under the provisions of this section, Owner determines, for any reason, that Contractor was not in default hereunder, or that such default had been cured, then the rights and obligations of Owner and Contractor shall be the same as if the notice of termination had been a termination for convenience issued pursuant to this Agreement.

## ARTICLE VIII

CONTRACTOR'S REPRESENTATIONS AND WARRANTIES & COVENANTS

8.1 South Gate Business License. Contractor shall obtain a City of South Gate business license before performing any work under this Agreement.

8.2 Performance Standards and Requirements. Contractor shall perform and complete the Work promptly, diligently, and in a manner satisfactory to Owner. Contractor shall furnish all equipment, tools, materials, labor, and other services necessary to fully and adequately perform the work under this Agreement and shall pay all applicable fees and expenses associated therewith. Contractor and its subcontractors shall perform all acts required to complete the work under this Agreement (i) in a skillful and workmanlike manner, (ii) consistent with the standards generally recognized as being employed by other tree maintenance companies in the State of California, and (iii) in accordance with all federal state and local laws, regulations, and ordinances applicable to the operation of Contractor's business and to its performance of the work under this Agreement. Contractor warrants that (a) all of its employees and subcontractors shall have sufficient skills and experience to perform those portions of the work assigned to them, (b) they shall have all licenses, permits, qualifications and approvals of whatever nature that are legally required to perform the work, and (c) such licenses, permits, qualifications and approvals shall be maintained throughout the Term of this Agreement.

Non-Discrimination and Equal Employment Opportunity. In the performance of this Agreement, Contractor shall not discriminate against any employee or applicant for employment because of race, color, creed, religion, ancestry, national origin, sex, sexual orientation, disability or other handicap, age, marital/familial status, or status with regard to public assistance. Contractor will

take affirmative action to ensure that all employment practices, including those of any subcontractors retained by Contractor to perform services under this Agreement, are free from such discrimination. Such employment practices include but are not limited to hiring, upgrading, demotion, transfer, recruitment, recruitment advertising, layoff, termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship. Contractor shall include the foregoing non-discrimination provisions in all solicitations or advertisements placed by or on behalf of Contractor for personnel or subcontractors to perform any services under this Agreement. Upon written request, Owner shall have right to inspect and have access to all of Contractor's (and its subcontractors') documents, data and books and records for purposes of determining compliance with the equal employment opportunity and non-discrimination provisions of this section. Contractor agrees that all applicable provisions of Executive Order No. 11246 shall be incorporated into this Agreement by this reference. A copy of Executive Order No. 11246 is available to Contractor for inspection and on file with the City's Public Works Department.

8.3 Familiarity with Work. Contractor has thoroughly investigated and considered the scope of services to be performed hereunder, has carefully considered how that work should be performed, and understands the circumstances which may restrict or otherwise impact Contractor's performance of the work under this Agreement.

8.4 Site Inspection. Contractor has visited each of the City facilities where the work pursuant to this Agreement is to be performed and is fully acquainted with the conditions existing at such sites.

8.5 No Solicitation. Contractor has not employed or retained any person or entity, other than a bona fide employee working exclusively for Contractor, to solicit or obtain this Agreement.

8.6 No Fees, Commissions, Gifts or Other Consideration. Contractor has not paid or agreed to pay any person or entity, other than a bona fide employee working exclusively for Contractor, any fee, commission, percentage, gift, or any other consideration contingent upon or resulting from the execution of this Agreement. Upon such breach or violation of this warranty, Owner shall have the right, in its sole discretion, to terminate this Agreement without further liability, or, in the alternative, to deduct from any sums payable hereunder the full amount or value of any such fee, commission, percentage or gift.

8.7 No Conflict of Interest by Owner. Contractor has no knowledge that any officer or employee of Owner has any interest, whether contractual, non-contractual, financial, proprietary, or otherwise, in this transaction or in the business of Contractor, and that if any such interest comes to the knowledge of Contractor at any time, a complete written disclosure of such interest will be made to Owner, even if such interest would not be deemed a prohibited "conflict of interest" under applicable laws.

8.8 No Conflict of Interest by Contractor. Upon execution of this Agreement, Contractor has no interest, direct or indirect, in any transaction or business entity which would conflict with or in any manner hinder the performance of work required by this Agreement, nor shall any such interest be acquired during the Term of this Agreement.

Litigation History. During the period from the date which is five (5) years prior to Contractor's

submission of its bid for this Contract, through and including the date on which Contractor signed the contract, all of the following are true: (a) Contractor has not been a party to any litigation in which the City was also a party; (b) no officer, director, shareholder, manager, member or partner of Contractor ("Contractor Party") has been a party to any litigation in which the City was also a party; and (c) no Contractor Party has been an officer, director, shareholder, manager, member or partner of any corporation, limited liability company, partnership or other entity which has been a party to any litigation in which the City was also a party.

## ARTICLE IX

### INDEPENDENT CONTRACTOR

In performing its duties hereunder, Contractor shall at all times act as an independent contractor. Contractor shall complete the services required of it hereunder according to its own means and methods of work, which shall be in the exclusive charge and control of Contractor and not subject to the control or supervision of Owner except as to the results of the work and except as otherwise specifically set forth in this Agreement. In no event shall Contractor have any authority or power under this Agreement to incur any debt, obligation, or liability on behalf of Owner. Neither Contractor nor its employees are employees of Owner, and nothing in this Agreement shall render Contractor an employee, partner, agent of, or joint venturer with Owner for any purpose. Neither Contractor nor its employees shall represent themselves as employees of Owner. Personnel employed or subcontractors retained by Contractor shall not acquire any rights or status regarding Owner. Neither Contractor nor its employees shall have any claim against Owner hereunder or otherwise for salary, vacation pay, sick leave, retirement benefits, social security, worker's compensation, health or disability benefits, unemployment insurance benefits, or employee benefits of any kind. Contractor is responsible for complying with all obligations of an employer imposed under federal or state law. Owner shall not withhold Social Security and Medicare taxes from any payments made to Contractor hereunder, nor shall Owner make any such payments on Contractor's behalf. Owner shall not make state or federal unemployment contributions on Contractor's behalf or withhold state or federal income tax from Contractor's payments hereunder. Contractor shall pay all applicable taxes related to the performance of services under this Agreement including all federal, state, or local income, Social Security, Medicare, and self-employment taxes. Contractor will also pay all unemployment contributions for its employees related to the performance of services under this Agreement. Neither Contractor nor its employees or contractors are eligible to participate in any employee, pension, health, vacation pay, sick pay or other fringe benefit plan of Owner. Contractor shall complete and submit to Owner an IRS Form W-9 and acknowledges that Owner will issue to Contractor an IRS Form 1099 for non-employee compensation for all payments for the Work rendered hereunder. Contractor agrees to indemnify and hold Owner harmless from and against any and all liability arising from any failure of Contractor to pay any income or other tax when due on account of the compensation paid to Contractor by Owner hereunder (and Contractor's obligation to indemnify Owner under this section shall survive the expiration or sooner termination of this Agreement).

## ARTICLE X

### NON-EXCLUSIVITY

Owner does not warrant to contract-exclusivity with a single contractor to perform the type of tree maintenance services which Contractor is performing under this Agreement. As such, Contractor

may not be the only tree maintenance company providing tree maintenance services to Owner. Owner reserves the right to enter into similar contracts with third parties for tree maintenance services in areas of the City other than the City facilities identified in the Contract Documents, which are the subject of this Agreement.

## ARTICLE XI

### NO ASSIGNMENT

Contractor shall not assign, delegate, or subcontract or assign its duties or rights hereunder, either in whole or in part, without the prior written consent of the Director, which may be granted, conditioned, or withheld by the Director in his sole and absolute discretion. This prohibition shall not apply to subcontracts and subcontractors identified by Contractor to Owner in connection with any formal bid documents submitted by Contractor to Owner in connection with Owner's award of this Agreement to Contractor. Any proposed delegation, assignment or subcontract shall provide a description of the services to be covered, identification of the proposed assignee, delegatee or subcontractor, and an explanation of why and how the same was selected, including the degree of competition involved. Any proposed agreement with an assignee, delegatee or subcontractor shall include both (a) the amount involved, together with Contractor's such cost or price; and (b) a provision requiring that any subsequent modification or amendment shall be subject to Owner's prior written consent. Any assignment, delegation or subcontract shall be made in the name of Contractor and shall not bind or purport to bind Owner and shall not release Contractor from any obligation under this Agreement including, but not limited to, the duty to properly supervise and coordinate the work of employees, assignees, delegatees, and subcontractors. No such assignment, delegation or subcontract shall result in any increase in the amount of total compensation payable to Contractor under this Agreement.

## ARTICLE XII

### REMEDIES

Upon Contractor's default of any of its obligations hereunder, and at any time after any such default, Owner may take any one or more of the following actions:

a. Forfeiture of Bond/Negotiation of Security. Owner may cause to be forfeited to Owner all or a portion of any security, if any, given for the faithful performance of Contractor's obligations, and may further cause to be negotiated any instrument of credit deposited with and assigned to Owner in such amount as may be required to complete the work pursuant to this Agreement.

Performance by Owner at Contractor's Expense. Upon Contractor's default, Owner may make written demand upon Contractor, or Contractor's surety (if any), or both, to immediately remedy the default and complete the work pursuant to this Agreement. If the required work is not substantially commenced with in ten (10) days after Owner's delivery of that written demand, or if it is not thereafter diligently prosecuted to a completion acceptable to Owner within the timeframe set forth in Owner's written demand, then without limiting any other remedy available to Owner, Owner may complete (or arrange for the completion of) all remaining work and/or conduct such other remedial activity as in its sole and absolute discretion it believes is necessary or advisable. All such

work or remedial activity shall be at the sole and absolute expense and obligation of Contractor (and its surety, if any) without the necessity of giving any further notice to Contractor or its surety. Owner's right to take such actions shall in no way be limited by the fact that the Contractor or its surety may have commenced or completed any of the required Work at the time of Owner's demand for performance. If Owner elects to complete (or arrange for completion of) the remaining work, then Owner may require all Work by the Contractor and/or its surety to cease in order to permit adequate coordination and completion by Owner or its designee of the remaining work.

b. Issuance of Cease and Desist Order. Owner may issue a cease and desist order by delivering written notice to Contractor demanding that Contractor immediately discontinue any actions specified in that written notice. Contractor agrees to immediately comply with any such cease and desist order.

c. Injunctive Relief. Owner shall have the right to apply for and obtain temporary and/or permanent injunctive relief or other equitable relief from a court of competent jurisdiction to enforce its rights and Contractor's obligations created by this Agreement, including without limitation relief in the form of a temporary restraining order and/or permanent injunction restraining Contractor from committing or continuing to commit any breach or threatened breach of this Agreement. Owner shall have the right to seek such relief without showing or proving any actual damage sustained by Owner, and without posting bond or other security. In connection with Owner's right to apply for the injunctive relief, which is the subject of this section, Contractor hereby acknowledges that Contractor's breach of its obligations hereunder will cause irreparable harm and injury to Owner if such breach continues unabated following Owner's request for injunctive relief.

d. Other Relief. Owner may seek any other remedies or relief, and take any other actions, available to Owner under this Agreement, at law, or in equity.

## ARTICLE XIII

## MISCELLANEOUS

13.1 Notices. All written notices required to be given pursuant to the terms hereof shall be either (a) personally delivered, (b) deposited in the United States express mail or first class mail, registered or certified, return receipt requested, postage prepaid, (c) delivered by overnight courier service, or (d) delivered by facsimile or e-mail transmission, provided that the original of such facsimile notice, or a copy of such e-mail notice, is sent by certified U.S. mail, postage prepaid, no later than one business day following such facsimile or e-mail transmission. All such notices shall be deemed delivered upon actual receipt (or upon the first attempt at delivery pursuant to the methods specified in clauses (a), (b) or (c) above if the intended recipient refuses to accept delivery). All such notices shall be delivered to the following addresses, or to such other address as the receiving party may from time to time specify by written notice to the other party:

To the City:
City of South Gate 8650 California Avenue
South Gate, California, 90280 Attention: Arturo Cervantes,
Assistant City Manager/Director of Public Works
Telephone No.: (323) 563-9567
Fax No.: (323) 563-9572
E-mail: acervantes@sogate.org

With a copy (which shall not constitute notice) to:
Craig D. Hardwick, Esq. AlvaradoSmith
1 MacArthur Place, Suite 200 Santa Ana, California 92707
Telephone No.: (714) 852-6800
Fax No.: (714) 852-6899
E-mail: CHardwick@AlvaradoSmith.com

To Contractor:

United Pacific Services, Inc.
5529 Leeds Street
South Gate, California 90280
Attn: Gus K. Franklin, President
Telephone No.:(562) 691-4600 Ext. 225
Fax No.:(562) 691-8839
E-mail: gus@unitedpac.com

With a copy (which shall not constitute notice) to:

_____
_____
_____, California 9
Attn: _____
Telephone No.: ( )
Fax No.: ( )
E-mail: @

13.2 Time. Time is of the essence for every provision contained in this Agreement.

13.3 Successors and Assigns. Without limiting the other provisions of this Agreement, this Agreement shall inure to the benefit of and be binding upon the parties hereto and their successors and assigns.

13.4 Force Majeure. Neither party hereto shall be considered in default in the performance of its obligations hereunder to the extent that the performance of any such obligation is prevented or delayed by any cause which is beyond the reasonable control of such party, provided that (a) the party affected gives written notice to the other of the cause and anticipated duration of the delay within three (3) days after the delay commences, and (b) this paragraph shall not extend either party's time for performance by more than thirty (30) days, regardless of the cause of the delay.

13.5 Construction. The parties acknowledge that each party and its counsel have reviewed and revised this Agreement and that the normal rule of construction to the effect that any ambiguities are to be resolved against the drafting party shall not be employed in the interpretation of this Agreement or any amendments hereto.

13.6 Governing Law. This Agreement shall be construed and interpreted in accordance with and shall be governed and enforced in all respects according to the laws of the State of California, without regard to conflicts of laws principles.

13.7 Consent to Jurisdiction and Service of Process. All judicial proceedings brought against any party hereto arising out of or relating to this Agreement may be brought in any state or federal court of competent jurisdiction in the County of Los Angeles, State of California, and by execution and delivery of this Agreement each party accepts for itself and in connection with its properties, generally and unconditionally, the exclusive jurisdiction of the aforesaid courts (both personal jurisdiction and subject matter jurisdiction), waives any defense of forum non conveniens and irrevocably agrees to be bound by any judgment rendered thereby in connection with this Agreement. Each party hereby agrees that service of all process in any such proceeding in any such court may be made by registered or certified mail, return receipt requested, to any other party at its address provided herein, such service being hereby acknowledged by each party to be sufficient for personal jurisdiction in any action against said party in any such court and to be otherwise effective and binding service in every respect. Nothing herein shall affect the right to serve process in any other manner permitted by law.

13.8 Counterparts. This Agreement may be executed in one or more counterparts, each of which shall be deemed an original but all of which shall constitute one and the same instrument. In addition, this Agreement may contain more than one counterpart of the signature page and may be executed by the affixing of the signatures of each of the parties to any one of such counterpart signature pages; all of such counterpart signature pages shall read as though one and they shall have the same force and effect as though all of the signers had signed a single signature page.

13.9 Captions. Any captions or headings to the Sections and subsections in this Agreement are solely for the convenience of the parties hereto, are not a part of this Agreement, and shall not be used for the interpretation or determination of validity of this Agreement or any provision hereof.

13.10 Severability. If any one or more of the provisions contained in this Agreement shall for any reason be held to be invalid, illegal, or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect any other provision hereof, and this Agreement shall be construed as if such invalid, illegal, or unenforceable term or provision had never been contained herein.

13.11 Further Assurances. Each party shall cooperate with the other and shall execute such other documents as may be reasonably necessary to carry out the provisions of this Agreement.

13.12 No Waiver. Any waiver, consent, or approval by either party of any breach, default, or event of default of any provision, condition or covenant of this Agreement must be in writing and shall be effective only to the extent set forth in writing. No waiver of any breach, default or event of default shall be deemed a waiver of any later breach, default, or event of default of the same or any other provision of this Agreement. Any failure or delay on the part of either party in exercising any power, right or privilege under this Agreement shall not operate as a waiver thereof, nor shall any single or partial exercise of any such power, right or privilege preclude any further exercise thereof.

13.13 Rights and Remedies. No right or remedy conferred by any of the specific provisions of this Agreement is intended to be exclusive of any other right or remedy given hereunder or hereafter existing at law or in equity. The exercise of any one or more rights or the

election of any one or more remedies by any party shall not constitute a waiver of the right to exercise other available rights or pursue other available remedies.

13.14 Joint and Several Liability. If Contractor constitutes more than one person or entity, then the obligations of each such person or entity shall be joint and several.

13.15 No Third-Party Beneficiaries. The parties hereto acknowledge and agree that no provision in this Agreement may be enforced by any third party.

13.16 Patriot Act Compliance. Contractor represents, warrants and covenants that neither Contractor nor any of its shareholders, officers, directors, members, managers or partners (i) is listed on the Specially Designated Nationals and Blocked Persons List maintained by the Office of Foreign Asset Control, Department of the Treasury ("OFAC") pursuant to Executive Order No. 13224, 66 Fed. Reg. 49079 (Sept. 25, 2001) ("Order") and all applicable provisions of Title III of the USA Patriot Act (Public Law No. 107-56 (October 26, 2001)); (ii) is listed on the Denied Persons List and Entity List maintained by the United States Department of Commerce; (iii) is listed on the List of Terrorists and List of Disbarred Parties maintained by the United States Department of State, (iv) is listed on any list or qualification of "Designated Nationals" as defined in the Cuban Assets Control Regulations 31 C.F.R. Part 515; (v) is listed on any other publicly available list of terrorists, terrorist organizations or narcotics traffickers maintained by the United States Department of State, the United States Department of Commerce or any other governmental authority or pursuant to the Order, the rules and regulations of OFAC (including without limitation the Trading with the Enemy Act, 50 U.S.C. App. 1-44; the International Emergency Economic Powers Act, 50 U.S.C. §§ 1701-06; the unrepealed provision of the Iraq Sanctions Act, Publ.L. No. 101-513; the United Nations Participation Act, 22 U.S.C. § 2349 aa-9; The Cuban Democracy Act, 22 U.S.C. §§ 60-01-10; The Cuban Liberty and Democratic Solidarity Act, 18.U.S.C. §§ 2332d and 233; and The Foreign Narcotic Kingpin Designation Act, Publ. L. No. 106-120 and 107-108, all as may be amended from time to time); or any other applicable requirements contained in any enabling legislation or other Executive Orders in respect of the Order (the Order and such other rules, regulations, legislation or orders are collectively called the "Orders"); (vi) is engaged in activities prohibited in the Orders; or (vii) has been convicted, pleaded nolo contendere, indicted, arraigned or custodially detained on charges involving money laundering or predicate crimes to money laundering, drug trafficking, terrorist-related activities or other money laundering predicate crimes or in connection with the Bank Secrecy Act (31 U.S.C. §§ 5311 et. seq.).

13.17 City Council Approval Required for Effectiveness of Agreement. Notwithstanding any earlier execution of this Agreement by any officer, employee or representative of the City, this Agreement shall not be binding upon or enforceable against the City unless and until it has been approved or ratified by the City Council of the City at a public meeting noticed and conducted in accordance with applicable provisions of the California Government Code.

**IN WITNESS WHEREOF,** the parties hereto have caused this Agreement to be executed and attested by their proper officers thereunto duly authorized.

**CITY OF SOUTH GATE:**

By: _____
Al Rios, Mayor

Dated: _____

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: Raul F Salinas (AE)
Raul F. Salinas, City Attorney

**CONTRACTOR:**

_____
Name of individual/entity

By: _____
Signature

Title: _____

Date: _____

## WORKER'S COMPENSATION INSURANCE CERTIFICATE

Contractor shall execute the following form as required by the California Labor Code, Sections 1860 and 1861.

> I, the undersigned, am aware of the provisions of Section 3700 of the Labor Code which require every employer to be insured against liability for workers' compensation or to undertake self-insurance in accordance with the provisions of that Code, and I will comply with such provisions before commencing the performance of the work of the contract.

DATED_____

_____
CONTRACTOR

By:_____
Signature

_____
Title

ATTEST:

By:_____
Signature

_____
Title

# CITYWIDE TREE MAINTENANCE PROGRAM, CITY PROJECT NO. 690-ST
# BID SCHEDULE

Contractor's Name United Pacific Services, Inc.

Date 08/23/2022

Honorable Mayor and City Council of the City of South Gate, California:

In accordance with the Notice Inviting Bids for the **CITYWIDE TREE MAINTENANCE PROGRAM, CITY PROJECT NO. 690-ST**, the undersigned declares that the undersigned has carefully examined the Specifications for this project, has read the Notice Inviting Bids, is familiar with the requirements therein contained, and proposes to furnish all labor, materials, and supplies necessary to accomplish the work outlined therein at the following prices:

**Section 3-2.2.1 of the Standard Specifications is hereby amended by addition of the following: If a bid item is deleted in its entirety and that bid item has no direct effect on the performance of any other bid item, no adjustment in bid prices for any item will be provided. Furthermore, the City reserves the right to increase and decrease the amount of any quantity shown.**

## BID SCHEDULE FOR FOUR (4) YEAR CONTRACT TERM

### A. GENERAL SERVICES

| Item | Service | Unit | Unit Price | Estimated Units | Extended Price |
|---|---|---|---|---|---|
| 1 | YEAR 1 - Grid Trimmings: Trim all trees in Maintenance Zones 3, 4, 6, 7 and 18. [1] [4] [6] | Ea. | $ 155.00 | 2792 | $ 432,760.00 |
| 2 | YEAR 2 - *Grid Trimmings: Trim all trees in Maintenance Zones 17, 16, 15 and 14. [1] [4] [6] | Ea. | $ 160.00 | 3,601 | $ 576,160.00 |
| 3 | YEAR 3 - *Grid Trimmings: Trim all trees in Maintenance Zones 13, 12, 5, 1 and 2. [1] [4] [6] | Ea. | $ 165.00 | 5059 | $ 834,735.00 |
| 4. | YEAR 4 - *Grid Trimmings: Trim all trees in Maintenance Zones 11,10, 9 and 8. [1] [4] [6] | Ea. | $ 170.00 | 3232 | $ 549,440.00 |
| 5 | Cost per Tree (Off Cycle, Special Request Trimming/Pruning unit price. [1] [2] [4] [6] | Ea. | $ 275.00 | 400 | $ 110,000.00 |
| 6 | Not Used | | | | |
| 7 | Not Used | | | | |
| 8 | Not Used | | | | |
| 9 | Not Used | | | | |

| | | | | | |
|---|---|---|---|---|---|
| 10 | Cost per Trim of all Trees located on median island in Maintenance Zones one (1) through eighteen (18) Yearly [1][2][4] | Ea. | $ 95.00 | 500 | $ 47,500.00 |
| 11 | Trim City Park trees less than 50 feet in height [3] [4] | Ea. | $ 150.00 | 1,200 | $ 180,000.00 |
| 12 | Trim City Park trees more than 50 feet in height [3] [4] | Ea. | $ 275.00 | 1,200 | $ 330,000.00 |
| 13 | City Street and/or Park tree requiring special equipment (for example 85 ft. or larger bucket truck or crane) [3] [4] | Ea. | $ 125.00 | 500 | $ 62,500.00 |
| 14 | Tree and Stump Removal (Trunk diameter to be measured at breast height.) | Inch | $ 40.00 | 5000 | $ 200,000.00 |
| 15 | Stump Only Removal (Trunk diameter to be measured at breast height.) | Inch | $ 15.00 | 2,400 | $ 36,000.00 |
| 16 | Tree Inventory [5] | L.S. | $ 85,000.00 | 1 | $ 85,000.00 |
| 17 | Furnish and install bi-monthly approximately twenty, 15-gallon trees per year (includes tree, labor, equipment, root irrigation device, materials, 180-day establishment period, watering, delivery). | Ea. | $ 265.00 | 480 | $ 127,200.00 |
| **A. SUB-TOTAL – GENERAL SERVICES** | | | | | $ 3,571,295.00 |

[1] All Grid Trim shall be a safety type of trim and shall follow the scope of work guidelines in Section S and T of Scope of Work, all grid trimming will be verified by city staff prior to the start of work. The contractor will provide 3 samples of grid trimming for each zone and verified by city staff.

[2] Any grouping of seven (7) or more trees in close proximity to one another (an approximate 200- yard radius), shall be priced as zone trimmings even when off the regularly scheduled grid plan.

[3] All Park trees will be trimmed in three (3) year cycles. Approximately, one-third of the trees will be trimmed on first year, another one-third on second year and the remaining one-third on the final year.

[4] All tree quantities are approximate quantities and actual number of trees shall be verified once the tree inventory is completed.

[5] Contractor shall prepare the Tree Inventory within 90 days of executing the contract. At the completion of the Tree Inventory, Contractor shall submit a revised Bid Schedule that reflect the actual number of trees in inventory.

**B. EMERGENCY SERVICES**

| | Service | Unit | Unit Price | Estimated Units | Extended Price |
|---|---|---|---|---|---|
| 1 | Crew rental (M-F, normal business hours) [6] | Crew Hours | $ 285.00 | 200 | $ 57,000.00 |
| 2 | Crew rental (nights) [6] | Crew Hours | $ 315.00 | 250 | $ 78,750.00 |
| 3 | Crew rental (weekends and/or holidays) [6] | Crew Hours | $ 330.00 | 250 | $ 82,500.00 |
| B. SUB-TOTAL - EMERGENCY SERVICES | | | | | $ 218,250.00 |

[6] Fully equipped 3-person crew called in for emergency service; to include all manpower, equipment, tools, traffic control, disposal costs, and zero material markups.

**CITYWIDE TREE MAINTENANCE PROGRAM, CITY PROJECT NO. 690-ST, TOTAL BID, (written in numbers). THE TOTAL BID IS EQUAL TO THE SUM OF (SUB-TOTAL – GENERAL SERVICES) + (SUB-TOTAL EMERGENCY SERVICES).**

$ 3,789,545.00

**CITYWIDE TREE MAINTENANCE PROGRAM, CITY PROJECT NO. 690-ST, TOTAL BASE BID, (written in words): THE TOTAL BID IS EQUAL TO THE SUM OF (SUB-TOTAL – GENERAL SERVICES) + (SUB-TOTAL EMERGENCY SERVICES).**

Three Million Seven Hundred Eighty Nine Thousand Five Hundred Forty Five and No/100's -----

See attached Exhibit "A" in the back of these Specifications for a map of Maintenance Zone.

**It is the City's intent to award a four (4) year contract. The UNIT PRICES and TOTAL BID amounts shall remain unchanged during the four (4) year contract term. If the City exercises the option (granted to it in Article VII of the contract attached hereto as Part III) to extend the term beyond the initial four (4) years, then the UNIT PRICES and TOTAL BID amount shall be increased or decreased by a percentage equal to the percentage increase or decrease in the Consumer Price Index on the first day of the option term as compared to the Consumer Price Index on the first day of the initial term. For purposes of this paragraph, "Consumer Price Index" means the Consumer Price Index (all items) for All Urban Consumers as published by the United States Department of Labor, Bureau of Labor Statistics, for the Los Angeles – Riverside – Orange County Metropolitan Area (1982-84=100 base).**

The City of South Gate reserves the right to reject any and all bids, delete portions of any and all bids, and waive any informality or irregularity in the bid or the bid procedures, and the City shall be the sole judge of the bids received.

The undersigned has carefully checked all of the above figures and understands that the City of South Gate, or any officer thereof, will not be responsible for any errors or omissions on the part of the undersigned in submitting this bid. In case words and figures stated here in do not agree, the words shall govern and the figures shall be disregarded. In case the unit price and the total amount stated for any item are not in agreement, the unit price shall govern and the amount shall be corrected to conform thereto.

**Contractor:** United Pacific Services, Inc.

**License No:** 790590 **Expiration date:** 01/31/2023

**Name:** Gus K. Franklin **Title:** President

**Signature:**

UNITED
PACIFIC SERVICES, INC.

March 18, 2026

CITY OF SOUTH GATE
***ATTN: Harry Frisby***
Interim Street & Sewer Superintendent
Public Works
4244 Santa Ana Street
South Gate, CA 90280

**RE: City-Wide Tree Maintenance Services Renewal**

Dear Mr. Frisby,

United Pacific Services, Inc., would like to express its upmost gratitude to the City of South Gate and its staff for another successful year so far. We have had the pleasure of working with the City of South Gate since this current contract's enactment in 2022. In collaboration we have accomplished many shared goals and wish to see the City of South Gate's Urban Forest continue to flourish. Moving forward, United Pacific Services, Inc., would like to extend that relationship with a contract extension.

Below are the answers to your questions.

1. Is United Pacific Services interested in executing a 1-year extension of the current agreement? **Yes**
2. Would the contractor agree to continue under the same contract terms and conditions? **Yes**
3. Are you willing to maintain the current contract unit prices for the extension year? **No**
4. Do you intend to request any CPI adjustment or price increase during the extension period? **Price Increase**
5. If you are requesting a price increase, what percentage or amount are you proposing? **3%**
6. What factors are driving the increase (labor, fuel, insurance, equipment, etc.)?
   **Truck Insurance, Fuel, Equipment and Wages, See Below.**
   **Wage Increases:**
   **2023-2024: $1.50 Per Hour**
   **2024-2025: $1.50 Per Hour**
   **2025-2026: $1.60 Per Hour**
   **Total Wage Increase: $4.60 Per Hour**
7. If the City moves to a 5-year grid trimming cycle, what would the revised annual workload and cost be?
   **Grid Tree Trimming History:**
   **Year 1 2022-2023 Total: 2468**
   **Year 2 2023-2024 Total: 3500**
   **Year 3 2024-2025 Total: 4407**
   **Year 4 2025-2026 Total: 3083**
   **4-Year Total: 13,458**
   **5-Year Grid Tree Trimming Cycle Average, 2691 Trees Per Year**
   **Grid Trimming Price for 2026-2027 $175.00**
8. Would unit prices remain the same?
   **3% Price Increase for 2026-2027**

UNITED
PACIFIC SERVICES, INC.

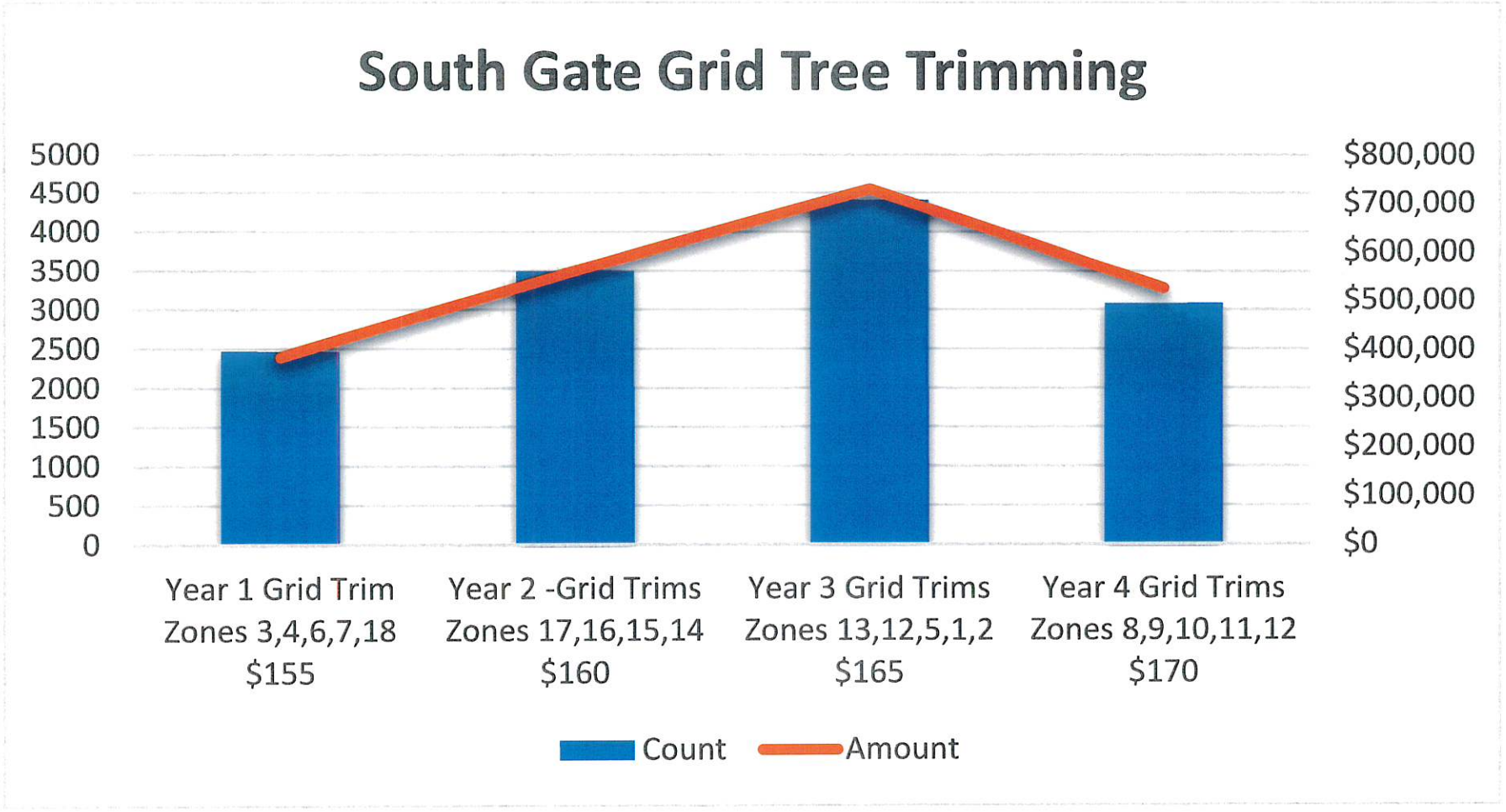
United Pacific Services, Inc., is based in the City of South Gate and many of our employees are residents of the city. (UPS) will support the city during this Fiscal Emergency and is open and willing to working with you and city staff to find a solution that works for your Tree Maintenance needs. We are available to assist you with any information you may need, and meet with you in person. (UPS) looks forward to continuing the strong relationship built between us, and maintaining a quality Urban Forest.

We guarantee to provide the City of South Gate with the same level of quality tree care, tree inventory software tools, and customer service as we have done since our contract's inception. We do thank you for your consideration and look forward to strengthening our relationship with you all. Should you have any questions or require further additional information, please contact me at (562) 254-0746.

Sincerely,

Eric Franklin

Eric Franklin
Executive Vice President
United Pacific Services, Inc.
ISA Certified Arborist # WE-2158AFU
ISA Certified Utility Arborist
ISA Certified Urban Forest Professional
ISA TRAQ Tree Risk Assessment Qualification
562-254-0746 CELL
562-691-4600 OFFICE
562-691-8839 FAX
eric@unitedpac.com
www.UNITEDPAC.com


South Gate Grid Tree Trimming
5000
4500
4000
3500
3000
2500
2000
1500
1000
500
0
$800,000
$700,000
$600,000
$500,000
$400,000
$300,000
$200,000
$100,000
$0
Year 1 Grid Trim
Zones 3,4,6,7,18
$155
Year 2 -Grid Trims
Zones 17,16,15,14
$160
Year 3 Grid Trims
Zones 13,12,5,1,2
$165
Year 4 Grid Trims
Zones 8,9,10,11,12
$170
Count
Amount

Office of the
South Gate City Clerk

JUN - 4 2026

FILED
1:38pm

# Item No. 9

# *City of South Gate*
## CITY COUNCIL

# AGENDA BILL

For the Special Meeting of: **June 9, 2026**
Originating Department: **Administrative Services**

***Department Director:*** _____ ***City Manager:*** Rob Houston
*Luis Frausto* *Rob Houston*

**SUBJECT: AMENDMENT NO. 1 TO CONTRACT NO. 2025-86-AC WITH MV CHENG & ASSOCIATES EXTENDING PROFESSIONAL FINANCIAL AND ACCOUNTING SERVICES AND REALLOCATION OF FUNDS**

**PURPOSE:** To extend the Professional Services Agreement with MV Cheng & Associates ("Consultant") to provide professional financial and accounting services to the City of South Gate.

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Approving Amendment No. 1 to Contract No. 2025-86-AC, Professional Services Agreement with MV Cheng, extending the professional financial and accounting services contract through December 31, 2026, or until project completion,
b. Authorizing the Mayor to execute Amendment No. 1 in a form acceptable to the City Attorney, and
c. Approving the reallocation of $5,000.00 from Salaries (Account No. 100-301-12-5101) to Professional Services (Account No. 100-301-12-6101) to fund the contract for the remainder of the current fiscal year (FY 2025-26).

**FISCAL IMPACT:** No additional appropriation is being requested.

The proposed First Amendment to the Professional Services Agreement with MV Cheng & Associates will increase the contract by a not-to-exceed amount of $47,000. When combined with the original contract amount of $48,000, the cumulative contract value will total $95,000. Because the aggregate total exceeds the City Manager's administrative approval threshold, City Council authorization is required.

Staff recommends reallocating $5,000.00 from Salaries (Account No. 100-301-12-5101) to Professional Services (Account No. 100-301-12-6101) to fund the contract during the current fiscal year through June 30, 2026. Budgeted salary savings from the vacant Principal Accountant position will offset the cost of this agreement for the rest of the year. The position has been vacant since May 14, 2026.

**ANALYSIS:** Extending the professional services agreement for financial and accounting services is critical to sustaining the operations of the Administrative Services Department. This extension is necessitated by the recent vacancy of a key accounting position, the Principal Accountant, which was vacated on May 14, 2026. As we approach the fiscal year-end and the upcoming annual audit, maintaining continuity in all municipal accounting workflows is paramount. For example, timely processing of monthly bank reconciliations is essential to ensure the accurate reporting of the City's cash balances. This amendment will extend the services through December 31, 2026.

The consultant supports the City across multiple core functional areas that align with the mission of the Administrative Services Department. These responsibilities include, but are not limited to, financial reporting, general ledger management, audit coordination, preparation of the City's Annual Comprehensive Financial Report, debt administration, capital asset accounting, budgetary support, technical leadership, and staff development.

To fund the extension of professional services for the remainder of the current fiscal year, a reallocation of funds from another account within the Administrative Services Department budget is required. This action is necessary because the current agreement has exhausted its authorized funding for the year. An estimated appropriation of $5,000 is required to secure professional accounting and finance services for the remainder of the term. Funding for the consultant's services in the subsequent fiscal year will be included in the proposed FY 2026–27 operating budget and is subject to adoption of that budget by the City Council.

**BACKGROUND:** On November 19, 2025, the City executed Contract No. 3218 with MV Cheng & Associates to provide professional financial and accounting services. The original terms of the agreement specified a duration not to exceed six months, or until project completion. The agreement established a total compensation cap not to exceed $48,000, structured at an hourly rate of $85 as defined in the initial scope of services. The Principal Accountant position was created in November 2025, and the City retained the Consultant to support the Administrative Services Department and to train the incoming Principal Accountant. The City hired a Principal Accountant, who separated from employment in May 2026 after a few months of service. The City is again recruiting to fill the position on a permanent basis and intends for the Consultant to train the new incumbent once onboarded. Although the initial six (6) month term has run, the Consultant has continued to provide services without interruption under the "or until project completion" provision of the agreement. Amendment No. 1 confirms and ratifies this continued service and extends the term through December 31, 2026.

**ATTACHMENTS:** A. Proposed Amendment No. 1 to Contract No. 2025-86-AC
B. Contract No. 2025-86-AC

# AMENDMENT NO. 1 TO CONTRACT NO. 2025-86-AC FOR PROFESSIONAL FINANCIAL AND ACCOUNTING SERVICES ON AN AS-NEEDED AND TEMPORARY BASIS BETWEEN THE CITY OF SOUTH GATE AND MV CHENG & ASSOCIATES

This Amendment No. 1 to Contract No. 2025-86-AC for Professional Services for Finance and Accounting Staffing on an As-Needed and Temporary Basis ("Agreement") is made and entered into on June 9, 2026, by and between the City of South Gate, a municipal corporation ("City"), and MV Cheng & Associates, a California corporation ("Consultant"). City and Consultant are sometimes hereinafter individually referred to as a "Party" and collectively as "Parties."

## RECITALS

**WHEREAS,** the City does not have the personnel able and/or available to perform the services required under this Agreement;

**WHEREAS,** Consultant warrants to the City that it has a pool of sub-contractors with the skills, knowledge, qualifications, and expertise to perform properly and timely the Professional Services under the Agreement; and

**WHEREAS,** on November 19, 2025, City and Consultant executed Contract No. 2025-86-AC for Professional Services ("Agreement"), in an amount not to exceed Forty-Eight Thousand Dollars ($48,000);

**WHEREAS,** the City and Consultant desire to execute Amendment No. 1 to Contract No. 2025-86-AC for Professional Services, in an amount not to exceed Forty-Seven Thousand Dollars ($47,000), under the terms and conditions of the Agreement, bringing the aggregate total of the Agreement and Amendment No. 1 to the sum of Ninety-Five Thousand Dollars ($95,000).

**WHEREAS,** the initial term of the Agreement was for a period of six (6) months from November 19, 2025, or until project completion, and Consultant has continuously performed the Professional Services under the "until project completion" provision of the Agreement, without interruption, from the date of execution through the effective date of this Amendment No. 1; and

**NOW, THEREFORE,** the Parties hereby agree as follows:

1. **SCOPE OF SERVICES.** Consultant agrees to continue its services, performing various accounting and finance tasks requested by the City and made a part of the Agreement. The Scope of Services may be amended from time to time by way of a written direction from the City.

   **1.1** Consultant shall be required to attend meetings at City Hall as necessary in the delivery of projects. Travel time between the Consultant's office and City Hall shall not be billable. Consultant may request an exemption on a case-by-case basis, which shall be subject to City approval.

**1.2** Consultant shall be paid in accordance with the agreed-upon hourly rate included in the Scope of Services attached hereto as "Exhibit A". Such hourly rates shall be between $85 per hour.

**1.3** No payment made hereunder by City to Consultant, other than the final payment, shall be construed as an acceptance by City of any work or materials, nor as evidence of satisfactory performance by the Consultant of its obligations under this agreement.

**1.4** The Consultant shall submit to the City a bill of services within 15 calendar days after the end of each month. The City shall pay the consultant within forty-five (45) days of receipt of this invoice.

2. **COMPENSATION.** The total amount of compensation for the Agreement, and Amendment No. 1 shall not exceed the sum of Ninety-Five Thousand Dollars ($95,000). City shall pay Consultant for its professional services rendered and reasonable costs incurred pursuant to the Agreement and Amendment No. 1. No additional compensation shall be paid for any other expenses incurred unless first approved by the City Manager.

3. **INDEPENDENT CONTRACTOR.** This Agreement is by and between City and Consultant and is not intended, nor shall it be construed, to create the relationship of agency, servant, employee, partnership, joint venture, or association, as between City and Consultant.

**3.1** Consultant shall be an independent contractor and shall have no power to incur any debt or obligation for or on behalf of City. Neither City nor any of its officers or employees shall have any control over the conduct of Consultant, or any of Consultant's employees, except as herein set forth, and Consultant expressly warrants not to, at any time or in any manner, represent that it, or any of its agents, servants or employees are in any manner employees of City, it being distinctly understood that Consultant is and shall at all times remain to City a wholly independent contractor and Consultant's obligations to City are solely such as are prescribed by this Agreement.

**3.2** Indemnification of CalPERS Determination - In the event that Consultant or any employee, agent, or subcontractor of Consultant providing services under this Agreement claims or is determined by a court of competent jurisdiction or CalPERS to be eligible for enrollment in CalPERS as an employee of City, Consultant shall indemnify, defend, and hold harmless City for the payment of any employee and/or employer contributions for CalPERS benefits on behalf of Consultant or its employees, agents, or subcontractors, as well as, for the payment of any penalties and interest on such contributions which would otherwise be the responsibility of City.

4. **TERM OF AGREEMENT.** This Agreement will remain in effect through December 31, 2026, or until project completion, unless otherwise expressly extended and agreed to by both Parties in writing, or terminated by either Party as provided herein. The Parties acknowledge that Consultant has continuously performed the Professional Services under the project-completion provision of the Agreement without interruption, and the City hereby ratifies and confirms all services performed from the expiration of the initial six (6) month period through the effective date of this Amendment No. 1.

5. **EFFECT OF AMENDMENT.** Except as expressly amended herein, all other terms and conditions of the Agreement and its Amendments, Attachments and Exhibits attached hereto, shall remain in full force. City reserves the right to augment or reduce the scope of work as the City deems necessary.

[The remainder of this page left intentionally blank]

**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 OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

DRAFT

By: _____
Raul F. Salinas, City Attorney

**MV Cheng & Associates:**

By: _____
Misty Cheng, President & CEO

**Exhibit A**

**Scope of Services**

**Consultant Role and Objective:**

Accounting services provided by Consultant. Consultant will provide expert accounting services to the Administrative Services Department. The primary objective is to deliver high-level financial support, ensure regulatory compliance, and facilitate a seamless transition of duties to the incoming Principal Accountant.

Upon the hiring of a permanent Principal Accountant, Consultant will provide comprehensive training and mentorship to ensure the new incumbent achieves full proficiency in all specified duties prior to the conclusion of the consultancy period.

The following represents the essential functions and primary responsibilities. This is a high-level overview, and the Consultant may be assigned other duties by the Accounting & Finance Manager or Director of Administrative Services.

**Key Responsibilities and Deliverables:**

- **Financial Reporting and General Ledger Management:**
    - **Manage** monthly, quarterly, and annual close processes.
    - **Prepare**, review, and approve complex closing entries.
    - **Reconcile** the general ledger and all subledgers, including Accounts Payable (AP), Accounts Receivable (AR), payroll, inventory, fixed assets, grants, and projects.
    - **Generate** and distribute accurate fund, cash, and variance reports, ensuring strict adherence to fund accounting principles.
    - **Administer** the chart of accounts
- **Investment Reporting and Accounting:**
    - **Prepare** quarterly investment reports for presentation to the City Council.
    - **Execute** related accounting functions, including the accurate recording of interest income.

- **Audit Coordination and Compliance (Lead Auditor Liaison):**
    - **Assist** with the preparation and fieldwork coordination for all audits (annual financial audit, Single Audit, grant audits, Successor Agency audit).
    - **Assist** with the development of "Prepared by Client" (PBC) schedules and timelines, coordinate necessary documentation, and ensure high-quality workpapers and timely responses.
    - **Track** and clear all audit findings.
    - **Draft** assigned sections of the Management's Discussion & Analysis (MD&A) and financial statement notes.
    - **Serve** as a liaison between the City and external auditors, partnering closely with the Accounting & Finance Manager.
- **Annual Comprehensive Financial Report (ACFR) and Statutory Reporting:**
    - **Contribute** to the production of the ACFR and all required statutory reports (e.g., State Controller's Reports, Streets Report, Successor Agency ROPS).
    - **Prepare** required financial statements, notes, Required Supplementary Information (RSI), and statistical-section inputs.
    - **Implement** new Governmental Accounting Standards Board (GASB) pronouncements and related disclosures in coordination with management.
    - **Generate** monthly/quarterly operating statements and reconciliation schedules.
- **Debt Administration and Compliance:**
    - **Administer** City debt records and coordinate timely payments with fiscal agents.
    - **Reconcile** all trustee statements and prepare continuing disclosure information.
    - **Monitor** and ensure compliance with all bond covenants.
- **Project, Grant, and Cost Allocation Accounting:**
    - **Maintain** comprehensive accounting records for capital assets, encompassing additions, disposals, and depreciation schedules.

- **Oversee** capitalization/depreciation processes, project/grant accounting, and complex cost allocations.
- **Review** allowability of costs, supporting documentation, drawdowns, and grant reports.
- **Coordinate** compliance and reporting efforts with the Grants and Budget departments.
- **Perform** accounting functions for complex financing projects and agreements, including cost allocations.

- **Budgetary Support and Analysis:**
  - **Provide** advanced analytical support in planning, developing, reviewing, and implementing designated budgets and accounts.
  - **Monitor** and evaluate budget performance; prepare revenue/expenditure projections.
  - **Analyze** program/project costs, recommend optimal allocations, and collaborate on alignment of year-end estimates and forecasts.
  - **Support** the development of the City's annual budget document.
- **Technical Leadership and Staff Development:**
  - **Provide** coaching, training, and technical guidance to departmental staff in an advisory capacity.
  - **Advise** on and review the work performed by professional and technical accounting personnel, and recommend service levels and quality standards, without assigning, directing, or supervising City personnel.
- **Consultation and Stakeholder Engagement:**
  - **Serve** as a subject matter expert, providing consultation to all departments on accounting and budgetary activities.
  - **Resolve** escalated reconciliation and transaction issues, providing expert technical assistance as needed.
  - **Liaise** with City personnel, governmental agencies, auditors, fiscal agents, vendors, and other stakeholders to ensure alignment and effective issue resolution.

- **Present** technical accounting and finance content in departmental meetings and presentations, and brief the City Council and committees when directed by senior management.

**Compensation and Work Schedule**

The consultant shall provide all services listed above at a rate of $85 per hour. The actual hours assigned by the City are based on project needs and requirements. Compensation under this agreement shall not exceed the sum of Forty-Eight Thousand Dollars ($47,000). No additional compensation shall be paid for any other expenses incurred, unless first approved in writing by the Director of Administrative Services or his/her designee.

**Independent Contractor Status and Prioritization of Work**

The Consultant performs the services described above as an independent contractor, and not as an employee, officer, agent, or supervisor of the City. The Consultant provides technical expertise, analysis, and recommendations; the assignment, direction, and supervision of City personnel, and all final decisions made on behalf of the City and the Administrative Services Department, remain with City management. The Consultant will coordinate with the Director of Administrative Services, or designee, to prioritize and sequence the responsibilities listed above according to the City's needs. Not all responsibilities are expected to be performed concurrently or within every billing period.

# AGREEMENT BETWEEN THE CITY OF SOUTH GATE AND MV CHENG & ASSOCIATES FOR PROFESSIONAL FINANCIAL AND ACCOUNTING STAFFING ON AN AS-NEEDED AND TEMPORARY BASIS

This Agreement for Professional Services for Financial and Accounting Staffing on an As-Needed and Temporary Basis, ("Agreement") is made and entered into on November 19, 2025 by and between the City of South Gate, a municipal corporation ("City"), and MV Cheng & Associates, a California corporation ("Consultant"). City and Consultant are sometimes hereinafter individually referred to as a "Party" and collectively as "Parties."

## RECITALS

**WHEREAS,** City desires to retain a qualified provider for certain services relating to financial and accounting staffing on as-needed and temporary basis;

**WHEREAS,** Consultant warrants to City that it has the requisite skills, knowledge, qualifications, manpower and expertise to perform properly and timely the Professional Services under this Agreement; and

**WHEREAS,** based on such representation, City desires to contract with Consultant to perform the services as described in the Scope of Services attached hereto as Exhibit "A" of this Agreement.

**NOW, THEREFOR,** the Parties hereby agree as follows:

1. **SCOPE OF SERVICES.** City hereby engages Consultant, and Consultant accepts such engagement, to perform the services set forth in the Scope of Services as described in Exhibit "A" attached hereto and made part of this Agreement. The Scope of Services may be mutually amended from time to time by both Parties in writing.

2. **COMPENSATION FOR SERVICES.** The total amount of compensation for this Agreement shall not exceed the sum of **Forty-Eight Thousand Dollars ($48,000)** as described in Exhibit "A." City shall pay Consultant for its professional services rendered and costs incurred pursuant to this Agreement. No additional compensation shall be paid for any other expenses incurred, unless first approved in writing by the Director of Administrative Services or his/her designee.

   **2.1** Consultant shall be required to attend meetings at City Hall as necessary in the delivery of the projects. Travel time between Consultant's office and City Hall shall not be billable. Consultant may request an exemption on a case-by-case basis, which shall be subject to City approval.

   **2.2** Consultant shall be paid in accordance with the compensation and work schedule included in Exhibit "A." City shall pay Consultant within forty-five (45) days of receipt of the invoice.

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**2.3** No payment made hereunder by City to Consultant, other than the final payment, shall be construed as an acceptance by City of any work or materials, nor as evidence of satisfactory performance by Consultant of its obligations under this Agreement.

3. **TERM OF AGREEMENT.** This Agreement is effective as of November 19, 2025, and will remain in effect for a period of six (6) months from said date or until project completion, unless otherwise expressly extended and agreed to by both Parties in writing, or terminated by either Party as provided herein.

4. **CITY AGENT.** The Director of Administrative Services ("Director"), or his/her designee, for the purposes of this Agreement, is the agent for City. Whenever approval or authorization is required, Consultant understands that the Director, or his/her designee, has the authority to provide that approval or authorization.

5. **CONFLICT OF INTEREST.** Consultant represents that it presently has no interest and shall not acquire any interest, direct or indirect, in any real property located in the City which may be affected by the services to be performed by Consultant under this Agreement. Consultant further represents that in performance of this Agreement, no person having any such interest shall be employed by it. Within ten (10) days, Consultant agrees that it will immediately notify City of any other conflict of interest that may exist or develop during the term of this Agreement.

**5.1** Consultant represents that no City employee or official has a material financial interest in Consultant's business. During the term of this Agreement and/or as a result of being awarded this Agreement, Consultant shall not offer, encourage or accept any financial interest in Consultant's business or in this Agreement by any City employee or official.

6. **GENERAL TERMS AND CONDITIONS.**

**6.1 Termination for Convenience.** City may terminate this Agreement at any time without cause by giving fifteen (15) days written notice to Consultant of such termination and specifying the effective date thereof. In that event, all finished or unfinished documents and other materials shall, at the option of City, become its property. If this Agreement is terminated by City as provided herein, Consultant will be paid the total amount of its costs as of the termination date. In no event shall the amount payable upon termination exceed the total maximum compensation provided for in this Agreement.

**6.2 Termination for Cause.**

**6.2.1** City may, by written notice to Consultant, terminate the whole or any part of this Agreement in any of the following circumstances:
a. If Consultant fails to perform the services required by this Agreement

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within the time specified herein or any authorized extension thereof; or

b. If Consultant fails to perform the services called for by this Agreement or so fails to make progress as to endanger performance of this Agreement in accordance with its terms, and in either of these circumstances does not correct such failure withing a period of ten (10) days (or such longer period as City may authorize in writing) after receipt of notice from City specifying such failure.

**6.2.2** In the event City terminates this Agreement in whole or in part as provided above in Subsection 6.2.1, City may procure, upon such terms and in such manner as it may deem appropriate, services similar to those terminated.

**6.2.3** If this Agreement is terminated as provided above in Subsection 6.2.1, City may require Consultant to provide all finished or unfinished documents, data, studies, drawings, maps, photographs, reports, films, charts, sketches, computations, surveys, models, or other similar documentation prepared by Consultant. Upon such termination, Consultant shall be paid an amount equal to the value of the work performed. In ascertaining the value of the work performed up to the date of termination, consideration shall be given to both completed work and work in progress, to complete and incomplete drawings, and to other documents whether delivered to City or in possession of Consultant, and to authorized reimbursement expenses.

**6.2.4** If, after notice of termination of the Agreement under the provisions of Subsection 6.2.1 above, it is determined, for any reason, that Consultant was not in default, or that the default was excusable, then the rights and obligations of the Parties shall be the same as if the notice of termination had been issued pursuant to Subsection 6.1. above.

**6.3 Non-Assignability.** Consultant shall not assign or transfer any interest in this Agreement without the express prior written consent of City.

**6.4 Non-Discrimination.**

**6.4.1** Consultant shall not discriminate against any employee, subcontractor, or applicant for employment because of race, creed, gender, gender identity (including gender expression), color, religion, ancestry, sexual orientation, national origin, disability, age, marital status, family/parental status, or veteran/military status, in the performance of its services and duties pursuant to this Agreement and will comply with all applicable laws, ordinances and codes of the federal, state, and county and the City governments. Consultant will take affirmative action to ensure that subcontractors and applicants are employed, and that employees are treated during employment without regard to their race,

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color, religion, ancestry, sex, national origin, disability, or age. Consultant will take affirmative action to ensure that all employment practices, including those of any subcontractors retained by Consultant to perform services under this Agreement, are free from such discrimination. Such employment practices include, but are limited to: hiring, upgrading, demotion, transfer, recruitment, recruitment advertising, layoff, termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship.

**6.4.2** The provisions of Subsection 6.4.2 above shall be included in all solicitations or advertisements placed by or on behalf of Consultant for personnel to perform any services under this Agreement. City shall have access to all documents, data, and records of Consultant and its subcontractors for purposes of determining compliance with the equal employment opportunity and non-discrimination provisions of this Section, and all applicable provisions of Executive Order No. 11246 (relating to federal restrictions against discriminatory practices) is available for review and on file with the City Clerk's Office.

**6.5 Insurance.** Consultant shall submit to City, certificates indicating compliance with the following minimum insurance requirements no less than one (1) day prior to beginning of performance under this Agreement:

**6.5.1** Workers Compensation Insurance as required by law. Consultant shall require all subcontractors similarly to provide such workers' compensation insurance for their respective employees.

**6.5.2** Comprehensive general and automobile liability insurance protecting Consultant in amounts not less than $1,000,000 per occurrence/accident for bodily injury and property damage liability. Each such policy of insurance shall:

a. Be issued by a financially responsible insurance company or companies admitted and authorized to do business in the State of California or which is approved in writing by City.

b. Name and list as additional insured the City, its officers and employees.

c. Specify its acts as primary insurance.

d. Contain a clause substantially in the following words: "It is hereby understood and agreed that this policy shall not be canceled except upon thirty (30) days prior written notice to City of such cancellation or material change."

e. Cover the operations of Consultant pursuant to the terms of this

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Agreement.

**6.6 Indemnification.** Consultant agrees to indemnify, defend and hold harmless City and/or any other City agency, including other employees, officers and representatives, for/from any and all claims or actions of any kind asserted against City and/or any other City agency arising out of Consultant's (including Consultant's employees, representatives, products and subcontractors) negligent performance under this Agreement, excepting only such claims or actions which may arise out of sole or active negligence of City and/or any other City agency, or any third parties not acting on behalf of, at the direction of, or under the control of Consultant.

**6.7 Compliance with Applicable Law.** Consultant and City shall comply with all applicable laws, ordinances, and codes of the Federal, State, County and City governments, without regard to conflict of law principles.

**6.8 Independent Contractor.** This Agreement is by and between City and Consultant and is not intended, nor shall it be construed, to create the relationship of agency, servant, employee, partnership, joint venture, or association, as between City and Consultant.

**6.8.1** Consultant shall be an independent contractor and shall have no power to incur any debt or obligation for or on behalf of City. Neither City nor any of its officers or employees shall have any control over the conduct of Consultant, or any of Consultant's employees, except as herein set forth, and Consultant expressly warrants not to, at any time or in any manner, represent that it, or any of its agents, servants or employees are in any manner employees of City, it being distinctly understood that Consultant is and shall at all times remain to City a wholly independent contractor and Consultant's obligations to City are solely such as are prescribed by this Agreement.

**6.8.2** Indemnification of CalPERS Determination - In the event that Consultant or any employee, agent, or subcontractor of Consultant providing services under this Agreement claims or is determined by a court of competent jurisdiction or CalPERS to be eligible for enrollment in CalPERS as an employee of City, Consultant shall indemnify, defend, and hold harmless City for the payment of any employee and/or employer contributions for CalPERS benefits on behalf of Consultant or its employees, agents, or subcontractors, as well as, for the payment of any penalties and interest on such contributions which would otherwise be the responsibility of City.

**6.8.3** Business License Required. According to Title 2.08.40 of the South Gate Municipal Code, a business license will be required prior to doing business within the City, even if the business is located outside of the City. Verification of a valid South Gate business license will be required prior to start of work and any fees associated with the acquisition or maintenance of such business license

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shall be the sole responsibility of Consultant.

**6.9 Consultant's Personnel.**

**6.9.1** All services required under the Agreement will be performed by Consultant, or under Consultant's direct supervision, and all personnel shall possess the qualifications, permits and licenses required by State and local law to perform such services, including, without limitation, a City of South Gate business license as required by the South Gate Municipal Code.

**6.9.2** Consultant shall be solely responsible for the satisfactory work performance of all personnel engaged in performing services required by this Agreement, and compliance with all reasonable performance standards established by City.

**6.9.3** Consultant shall be responsible for payment of all employees' and subcontractors' wages and benefits and shall comply with all requirements pertaining to employer's liability, workers' compensation, unemployment insurance and Social Security.

**6.9.4** Consultant shall indemnify and hold harmless City and all other related entities, officers, employees and representatives from any liability, damages, claims, costs, and expenses of any nature arising from alleged violations of personnel practices or of any acts of omissions by Consultant in connection with the work performed arising from this Agreement.

**6.10 Copyright.** No reports, maps or other documents produced in whole or in part under this Agreement shall be the subject of an application for copyright by or on behalf of Consultant.

**6.11 Legal Construction.**

**6.11.1** This Agreement is made and entered into in the State of California and shall in all respects be interpreted, enforced, and governed under the laws of the State of California without regard to conflict of law principles.

**6.11.2** This Agreement shall be construed without regard to the identity of the persons who drafted its various provisions. Each and every provision of this Agreement shall be construed as though each of the parties participated equally in the drafting of same, and any rule of construction that a document is to be construed against the drafting party shall not be applicable to this Agreement.

**6.11.3.** The article and section, captions and headings herein have been inserted for convenience only and shall not be considered or referred to in resolving questions of interpretation or construction.

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**6.11.4.** Whenever in this Agreement the context may so require, the masculine gender shall be deemed to refer to and include the feminine and neuter, and the singular shall refer to and include the plural.

**6.12 Counterparts.** This Agreement may be executed in counterparts and, as so executed, shall constitute an agreement which shall be binding upon all Parties hereto.

**6.13 Final Payment Acceptance Constitutes Release.** The acceptance by Consultant of the final payment made under this Agreement shall operate as and be a release of City from all claims and liabilities for compensation to Consultant for anything done, furnished, or relating to Consultant's work or services. Acceptance of payment shall be any negotiation of City's check or the failure to make a written extra compensation claim within ten (10) calendar days of the receipt of that check. However, approval or payment by City shall not constitute, nor be deemed, a release of the responsibility and liability of Consultant, its employees, sub-consultants and agents for the accuracy and competency of the information provided and/or work performed; nor shall such approval or payment be deemed to be an assumption of such responsibility or liability by City for any defect or error in the work prepared by Consultant, its employees, sub-consultants and agents.

**6.14 Corrections.** In addition to the above indemnification obligations, Consultant shall correct, at its expense, all errors in the work which may be disclosed during City's review of Consultant's report or plans. Should Consultant fail to make such correction in a reasonably, timely manner, such correction shall be made by City, and the cost thereof shall be charged to Consultant.

**6.15 Files.** All files of Consultant pertaining to City shall be and remain the property of City. Consultant will control the physical location of such files during the term of this Agreement and shall be entitled to retain copies of such files upon termination of this Agreement.

**6.16 Waiver; Remedies Cumulative.** Failure by a Party to insist upon the performance of any of the provisions of this Agreement by the other party, irrespective of the length of time for which such failure continues, shall not constitute a waiver of such Party's right to demand compliance by such other Party in the future. No waiver by a Party of a default or breach of the other party shall be effective or binding upon such a Party unless made in writing by such Party, and no such waiver shall be implied from any omissions by a Party to take any action with respect to such default or breach. No express written waiver of a specified default or breach shall affect any other default or breach, or cover any other period of time, other than any default or breach and/or period of time specified. All of the remedies permitted or available to a Party under this Agreement, or at law or in equity, shall be cumulative and alternative, and invocation of any such right or remedy shall not constitute a waiver or election of remedies with

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respect to any other permitted or available right of remedy.

**6.17 Mitigation of Damages.** In all such situations arising out of this Agreement, the Parties shall attempt to avoid and minimize the damages resulting from the conduct of the other Party.

**6.18 Severability.** If any provision in this Agreement is held by a court of competent jurisdiction to be invalid, void, or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.

**6.19 Attorneys' Fees.** The Parties hereto acknowledge and agree that each will bear his or its own costs, expenses and attorneys' fees arising out of and/or connected with the negotiation, drafting and execution of the Agreement, and all matters arising out of or connected therewith except that, in the event any action is brought by any Party hereto to enforce this Agreement, the prevailing Party in such action shall be entitled to reasonable attorneys' fees and costs in addition to all other relief to which that Party or those Parties may be entitled.

**6.20 Entire Agreement and Amendments.** This Agreement constitutes the whole agreement between City and Consultant, and neither party has made any representations to the other except as expressly contained herein. Neither party, in executing or performing this Agreement, is relying upon any statement or information not contained in this Agreement. Any amendments, changes or modifications to this Agreement must be made in writing and appropriately executed by both City and Consultant.

**6.21 Notices.** Any notice required to be given hereunder shall be deemed to have been given by email transmission with confirmation of delivery and depositing said notice in the United States mail, postage prepaid, and addressed as follows:

**TO CITY:**
City of South Gate
Luis Frausto, Director of Administrative Services
8650 California Avenue
South Gate, CA 90280
Email: lfraustro@sogate.org
TEL: (323)563-9522

**WITH COURTESY COPY TO:**
City of South Gate
Yodit Glaze, City Clerk
8650 California Avenue
South Gate, CA 90280
Email: yglaze@sogate.org
TEL: (323)563-9510

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**TO CONSULTANT:**
Misty Cheng
President & CEO
MV Cheng & Associates
102 W. 24th Street
Upland, CA 91784
Email: mcheng@mvchengassociates.com
TEL: (925)963-9996

**6.22 Warranty of Authorized Signatories.** Each of the signatories hereto warrants and represents that he or she is competent and authorized to enter into this Agreement on behalf of the Party for whom he or she purports to sign.

**6.23 Consultation with Attorney.** Consultant warrants and represents that it has consulted with an attorney or knowingly and voluntarily decided to forgo such a consultation.

**6.24 Interpretation Against Drafting Party.** City and Consultant agree that they have cooperated in the review and drafting of this agreement. Accordingly, in the event of any ambiguity, neither Party may claim that the interpretation of this Agreement shall be construed against either Party solely because that Party drafted all or a portion of this Agreement, or the clause at issue.

7. **CALIFORNIA LEVINE ACT DISCLOSURE STATEMENT.** In accordance with California SB1439 extended requirements under Government Code Section 84308, also known as the "Levine Act," a disclosure must be filed of political contributions totaling more than two hundred fifty dollars ($250) within the previous twelve (12) months, and for three (3) months following the date a final decision is made to award an agreement. Therefore, the City requires that Consultant fill out the California Levine Act Disclosure Statement form available on the City website and submit it to the City Clerk's Office prior to the approval of this Agreement.

8. **EFFECTIVE DATE.** The effective date of this Agreement is November 19, 2025 and will remain in effect through and until project completion, unless otherwise terminated in accordance with the terms of this Agreement.

[Remainder of page left blank intentionally.]

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**IN WITNESS WHEREOF,** the Parties hereto have caused this Agreement to be executed and attested by their respective officers thereunto duly authorized.

**CITY OF SOUTH GATE:**

By: Rob Houston
Rob Houston, City Manager

Dated: 11/25/2025

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: _____
Raul F. Salinas, City Attorney

**MV Cheng & Associates:**

By: _____
Misty V. Cheng, President & CEO

Dated: 11/20/2025

signNow

## Document History

SignNow E-Signature Audit Log

All dates expressed in MM/DD/YYYY (US)

**Document name:** PSA MV Cheng
**Document created:** 11/19/2025 20:45:17
**Document pages:** 10
**Document ID:** a7c9c81948014d8b96059d9d78587346489ef4f4
**Document Sent:** 11/19/2025 21:05:08 UTC
**Document Status:** Signed
11/20/2025 21:07:58UTC

**Sender:** rpyles@sogate.org
**Signers:** mcheng@mvchengassociates.com, rsalinas@fbtlaw.com, rhouston@sogate.org, yglaze@sogate.org

**CC:**

| Client | Event | By | Server Time | Client Time | IP Address |
|---|---|---|---|---|---|
| SignNow Web Application | Uploaded the Document | rpyles@sogate.org | 11/19/2025 20:45:17 pm UTC | 11/19/2025 20:45:13 pm UTC | 12.158.250.226 |
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Office of the
South Gate City Clerk

JUN - 4 2026

FILED

1:38pm

# Item No. 10

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Public Works**

***Department Director:*** Arturo Cervantes *Arturo Cervantes*

***City Manager:*** Rob Houston *Rob Houston*

**SUBJECT: AGREEMENT WITH NV5, INC. FOR CONSTRUCTION MANAGEMENT AND INSPECTION SERVICES FOR THE SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION PROJECT, CITY PROJECT NO. 746-WTR**

**PURPOSE:** To approve a professional services agreement with NV5, Inc. ("NV5") to perform construction management and inspection services for the South Gate Park Wells Reservoir Interconnection Project.

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Approving an Agreement with NV5, Inc. to perform construction management and inspection services on the South Gate Park Wells Reservoir Interconnection City Project No. 746-WTR (Interconnection Project), in an amount not-to-exceed $68,603;
b. Authorizing the City Manager to approve and execute amendments to the Agreement up to a cumulative amount of $50,000; and
c. Authorizing the Mayor to execute the Agreement in a form acceptable to the City Attorney.

**FISCAL IMPACT:** There is no impact to the General Fund. The proposed Agreement is for an amount not to exceed $68,603, and it will be funded with Water Funds budgeted in the Fiscal Year 2025/26 Public Works Operating Budget.

**ANALYSIS:** Construction of the project is anticipated to require 120 working days to complete and will involve more than 150 hours of construction management and inspection services. Due to current staffing limitations, the Public Works Department's Engineering Division does not have sufficient in-house resources to perform these services while maintaining ongoing operational and capital improvement responsibilities.

To support project delivery, staff issued a Request for Task Proposals ("RFTP") to the City's four prequalified As-Needed Engineering firms and received two proposals. Following review of the submitted proposals and qualifications, staff determined that NV5 is the most qualified firm to provide the required construction management and inspection services for the project.

**BACKGROUND:** The City's water system consists of more than 135 miles of water pipelines, eight active groundwater wells, and multiple water production facilities. One of the City's primary water production sites is located at South Gate Park and includes four groundwater wells, a water reservoir, and an on-site treatment system. Currently, groundwater

produced by two of the wells has been impacted by PFAS contamination. If additional wells at the site are impacted and required to be taken offline, it is critical that the reservoir remain operational to maintain reliable water service, adequate system pressure, and fire protection for the community.

To address this need, staff is proposing the South Gate Park Reservoir Interconnection Project, which is budgeted in the Fiscal Year 2025/26 Capital Improvement Program. The project will construct a water mainline connection between the reservoir and the City's water distribution system, allowing the City to directly supply potable water to the reservoir independent of certain well operations. The project will also improve operational reliability by allowing the City to continue delivering water from the South Gate Park reservoir when groundwater wells are temporarily unavailable due to maintenance, equipment failure, or regulatory requirements.

On April 20, 2026, an RFTP was issued to the four (4) prequalified as-needed engineering consulting firms, and two (2) proposals were received as summarized below.

| Consultant | Fee Proposal |
|---|---|
| NV5 | $68,603 |
| Interwest | $97,895 |

A selection committee consisting of the City's Associate Engineer and Water Resources & Development Division Manager, evaluated the proposals. All consultants met the qualifications criteria which included construction manager, inspector experience, and labor compliance. However, NV5 received the highest ranking as the proposed construction manager and inspector provided the same services in a previously successful phase and is recommended for the contract. NV5 provides the following benefits to the project:

- **Competitive Fees** – The fee proposal is $68,603 and is competitive, as it represents the lowest proposal received from the RFTP.
- **Experienced Construction Manager** – The Construction Manager has over 30 years of experience.
- **Qualified Staff** – NV5 offers a qualified team with experience, knowledge, and professionalism for the Project. NV5 has licensed engineers, construction and program managers, inspectors, office engineers, technicians, and administrative support to manage the Project.
- **Qualified Team** – NV5's in-house team will provide special inspections, if necessary, testing and labor compliance. The inspector and the alternate inspector have over 30 years of experience in the industry, which provides the ability to ensure the Project is constructed in accordance with the plans and specifications.
- **Similar Projects** – NV5's core specialties are construction management and inspection of Public Works projects. NV5 completed numerous projects of similar scope.

The scope of services in the proposed Agreement consists of construction management, construction inspection, and labor compliance.

Construction is anticipated to begin in August 2026 and is expected to be completed within nine (9) months.

**ATTACHMENTS**: A. Proposed Agreement
B. Proposal
C. Site Plan

LC:ky

# AGREEMENT FOR PROFESSIONAL SERVICES FOR CONSTRUCTION MANAGEMENT AND INSPECTION SERVICES FOR THE SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION PROJECT, CITY PROJECT NO. 746-WTR, BETWEEN THE CITY OF SOUTH GATE AND NV5 INC.

This Agreement for Professional Services for Construction Management and Inspection Services ("Agreement") is made and entered into on June 9, 2026, by and between the City of South Gate, a municipal corporation ("City"), and NV5 Inc. ("NV5"), a California corporation ("Consultant"). City and Consultant are sometimes hereinafter individually referred to as a "Party" and collectively as "Parties."

## RECITALS

**WHEREAS,** City desires to retain a qualified provider for certain services relating to Construction Management and Inspection Services for the South Gate Park Wells Reservoir Interconnection City Project No. 746-WTR ("Project");

**WHEREAS,** Consultant warrants to City that it has the requisite skills, knowledge, qualifications, manpower and expertise to perform properly and timely the Professional Services under this Agreement; and

**WHEREAS,** based on such representation, City desires to contract with Consultant to perform the services as described in the Scope of Services attached hereto as Exhibit "A" of this Agreement.

**NOW, THEREFORE,** the Parties hereby agree as follows:

1. **SCOPE OF SERVICES.** City hereby engages Consultant, and Consultant accepts such engagement, to perform the services set forth in the Scope of Services as described in Exhibit "A" attached hereto and made part of this Agreement. The Scope of Services may be mutually amended from time to time by both Parties in writing.

2. **COMPENSATION FOR SERVICES.** The total amount of compensation for this Agreement shall not exceed the sum of **Sixty-Eight Thousand Six Hundred Three Dollars ($68,603)** as described in Consultant's proposal attached hereto as Exhibit "A." City shall pay Consultant for its professional services rendered and costs incurred pursuant to this Agreement. No additional compensation shall be paid for any other expenses incurred, unless first approved in writing by the Assistant City Manager/Director of Public Works or his/her designee.

   **2.1** Consultant shall be required to attend meetings at City Hall as necessary in the delivery of the projects. Travel time between Consultant's office and City Hall shall not be billable. Consultant may request an exemption on a case-by-case basis, which shall be subject to City approval.

**2.2** Consultant shall be paid in accordance with the schedule included in Consultant's proposal attached hereto as Exhibit "A." City shall pay Consultant within thirty (30) days of receipt of the invoice.

**2.3** No payment made hereunder by City to Consultant, other than the final payment, shall be construed as an acceptance by City of any work or materials, nor as evidence of satisfactory performance by Consultant of its obligations under this Agreement.

**3. TERM OF AGREEMENT.** This Agreement is effective as of June 9, 2026, and will remain in effect for a period of one (1) year from said date or until project completion, unless otherwise expressly extended and agreed to by both Parties in writing, or terminated by either Party as provided herein.

**4. CITY AGENT.** The Assistant City Manager/Director of Public Works ("Director"), or his/her designee, for the purposes of this Agreement, is the agent for the City. Whenever approval or authorization is required, Consultant understands that the Director, or his/her designee, has the authority to provide that approval or authorization.

**5. CONFLICT OF INTEREST.** Consultant represents that it presently has no interest and shall not acquire any interest, direct or indirect, in any real property located in the City which may be affected by the services to be performed by Consultant under this Agreement. Consultant further represents that in performance of this Agreement, no person having any such interest shall be employed by it. Within ten (10) days, Consultant agrees that it will immediately notify City of any other conflict of interest that may exist or develop during the term of this Agreement.

**5.1** Consultant represents that no City employee or official has a material financial interest in Consultant's business. During the term of this Agreement and/or as a result of being awarded this contract, Consultant shall not offer, encourage or accept any financial interest in Consultant's business or in this Agreement by any City employee or official.

**6. GENERAL TERMS AND CONDITIONS.**

**6.1 Termination for Convenience.** City may terminate this Agreement at any time without cause by giving fifteen (15) days written notice to Consultant of such termination and specifying the effective date thereof. In that event, all finished or unfinished documents and other materials shall, with the option of City, become its property. If this Agreement is terminated by City as provided herein, Consultant will be paid the total amount of its costs as of the termination date. In no event shall the amount payable upon termination exceed the total maximum compensation provided for in this Agreement.

**6.2 Termination for Cause.**

**6.2.1** City may, by written notice to Consultant, terminate the whole or any part of this Agreement in any of the following circumstances:

a. If Consultant fails to perform the services required by this Agreement within the time specified herein or any authorized extension thereof; or

b. If Consultant fails to perform the services called for by this Agreement or so fails to make progress as to endanger performance of this Agreement in accordance with its terms, and in either of these circumstances does not correct such failure withing a period of ten (10) days (or such longer period as City may authorize in writing) after receipt of notice from City specifying such failure.

**6.2.2** In the event City terminates this Agreement in whole or in part as provided above in Subsection 6.2.1, City may procure, upon such terms and in such manner as it may deem appropriate, services similar to those terminated.

**6.2.3** If this Agreement is terminated as provided above in Subsection 6.2.1, City may require Consultant to provide all finished or unfinished documents, data, studies, drawings, maps, photographs, reports, films, charts, sketches, computations, surveys, models, or other similar documentation prepared by Consultant. Upon such termination, Consultant shall be paid an amount equal to the value of the work performed. In ascertaining the value of the work performed up to the date of termination, consideration shall be given to both completed work and work in progress, to complete and incomplete drawings, and to other documents whether delivered to City or in possession of Consultant, and to authorized reimbursement expenses.

**6.2.4** If, after notice of termination of the Agreement under the provisions of Subsection 6.2.1 above, it is determined, for any reason, that Consultant was not in default, or that the default was excusable, then the rights and obligations of the Parties shall be the same as if the notice of termination had been issued pursuant to Subsection 6.1. above.

**6.3 Non-Assignability.** Consultant shall not assign or transfer any interest in this Agreement without the express prior written consent of City.

**6.4 Non-Discrimination.**

**6.4.1** Consultant shall not discriminate against any employee, subcontractor, or applicant for employment because of race, creed, gender, gender identity (including gender expression), color, religion, ancestry, sexual orientation, national origin, disability, age, marital status, family/parental status, or veteran/military status, in the performance of its services and duties pursuant to

this Agreement and will comply with all applicable laws, ordinances and codes of the Federal, State, and County and the City governments. Consultant will take affirmative action to ensure that subcontractors and applicants are employed, and that employees are treated during employment without regard to their race, color, religion, ancestry, sex, national origin, disability, or age. Consultant will take affirmative action to ensure that all employment practices, including those of any subcontractors retained by Consultant to perform services under this Agreement, are free from such discrimination. Such employment practices include, but are limited to: hiring, upgrading, demotion, transfer, recruitment, recruitment advertising, layoff, termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship.

**6.4.2** The provisions of Subsection 6.4.1 above shall be included in all solicitations or advertisements placed by or on behalf of Consultant for personnel to perform any services under this Agreement. City shall have access to all documents, data, and records of Consultant and its subcontractors for purposes of determining compliance with the equal employment opportunity and non-discrimination provisions of this Section, and all applicable provisions of Executive Order No. 11246 (relating to federal restrictions against discriminatory practices) is available for review and on file with the City Clerk's Office.

**6.5 Insurance.** Consultant shall submit to City, certificates indicating compliance with the following minimum insurance requirements no less than one (1) day prior to beginning of performance under this Agreement:

**6.5.1** Workers Compensation Insurance as required by law. Consultant shall require all subcontractors similarly to provide such workers' compensation insurance for their respective employees.

**6.5.2** Comprehensive general and automobile liability insurance protecting Consultant in amounts not less than $1,000,000 for personal injury to any one person, $1,000,000 for injuries arising out of one occurrence, and $500,000 for property damages or a combined single limit of $1,000,000, with an aggregate of $2,000,000. Each such policy of insurance shall:

a. Be issued by a financially responsible insurance company or companies admitted and authorized to do business in the State of California or which is approved in writing by City.

b. Name and list as additional insured the City, its officers and employees.
c. Specify its acts as primary insurance.

d. Contain a clause substantially in the following words: "It is hereby understood and agreed that this policy shall not be canceled except upon thirty (30) days prior written notice to City of such cancellation or material change."

e. Cover the operations of Consultant pursuant to the terms of this Agreement.

**6.6 Indemnification.** Consultant agrees to indemnify, defend and hold harmless City and/or any other City agency, including other employees, officers and representatives, for/from any and all claims or actions of any kind asserted against City and/or any other City agency arising out of Consultant's (including Consultant's employees, representatives, products and subcontractors) negligent performance under this Agreement, excepting only such claims or actions which may arise out of sole or active negligence of City and/or any other City agency, or any third parties not acting on behalf of, at the direction of, or under the control of Consultant.

**6.7 Compliance with Applicable Law.** Consultant and City shall comply with all applicable laws, ordinances, and codes of the Federal, State, County and City governments, without regard to conflict of law principles.

**6.8 Independent Contractor.** This Agreement is by and between City and Consultant and is not intended, nor shall it be construed, to create the relationship of agency, servant, employee, partnership, joint venture, or association, as between City and Consultant.

**6.8.1** Consultant shall be an independent contractor and shall have no power to incur any debt or obligation for or on behalf of City. Neither City nor any of its officers or employees shall have any control over the conduct of Consultant, or any of Consultant's employees, except as herein set forth, and Consultant expressly warrants not to, at any time or in any manner, represent that it, or any of its agents, servants or employees are in any manner employees of City, it being distinctly understood that Consultant is and shall at all times remain to City a wholly independent contractor and Consultant's obligations to City are solely such as are prescribed by this Agreement.

**6.8.2** Indemnification of CalPERS Determination - In the event that Consultant or any employee, agent, or subcontractor of Consultant providing services under this Agreement claims or is determined by a court of competent jurisdiction or CalPERS to be eligible for enrollment in CalPERS as an employee of City, Consultant shall indemnify, defend, and hold harmless City for the payment of any employee and/or employer contributions for CalPERS benefits on behalf of Consultant or its employees, agents, or subcontractors, as well as, for the payment of any penalties and interest on such contributions which would otherwise be the responsibility of City.

**6.8.3** Business License Required. According to Title 2.08.40 of the South Gate Municipal Code, a business license will be required prior to doing business within the City, even if the business is located outside of the City. Verification of a valid South Gate business license will be required prior to start of work and any fees associated with the acquisition or maintenance of such business license shall be the sole responsibility of Consultant.

**6.9 Consultant's Personnel.**

**6.9.1** All services required under the Agreement will be performed by Consultant, or under Consultant's direct supervision, and all personnel shall possess the qualifications, permits and licenses required by State and local law to perform such services, including, without limitation, a City of South Gate business license as required by the South Gate Municipal Code.

**6.9.2** Consultant shall be solely responsible for the satisfactory work performance of all personnel engaged in performing services required by this Agreement, and compliance with all reasonable performance standards established by City.

**6.9.3** Consultant shall be responsible for payment of all employees' and subcontractors' wages and benefits and shall comply with all requirements pertaining to employer's liability, workers' compensation, unemployment insurance and Social Security.

**6.9.4** Consultant shall indemnify and hold harmless City and all other related entities, officers, employees and representatives from any liability, damages, claims, costs, and expenses of any nature arising from alleged violations of personnel practices or of any acts of omissions by Consultant in connection with the work performed arising from this Agreement.

**6.10 Copyright.** No reports, maps or other documents produced in whole or in part under this Agreement shall be the subject of an application for copyright by or on behalf of Consultant.

**6.11 Legal Construction.**

**6.11.1** This Agreement is made and entered into in the State of California and shall in all respects be interpreted, enforced, and governed under the laws of the State of California without regard to conflict of law principles.

**6.11.2** This Agreement shall be construed without regard to the identity of the persons who drafted its various provisions. Each and every provision of this Agreement shall be construed as though each of the parties participated equally in the

drafting of same, and any rule of construction that a document is to be construed against the drafting party shall not be applicable to this Agreement.

**6.11.3.** The article and section, captions and headings herein have been inserted for convenience only and shall not be considered or referred to in resolving questions of interpretation or construction.

**6.11.4.** Whenever in this Agreement the context may so require, the masculine gender shall be deemed to refer to and include the feminine and neuter, and the singular shall refer to and include the plural.

**6.12 Counterparts.** This Agreement may be executed in counterparts and, as so executed, shall constitute an agreement which shall be binding upon all Parties hereto.

**6.13 Final Payment Acceptance Constitutes Release.** The acceptance by Consultant of the final payment made under this Agreement shall operate as and be a release of City from all claims and liabilities for compensation to Consultant for anything done, furnished, or relating to Consultant's work or services. Acceptance of payment shall be any negotiation of City's check or the failure to make a written extra compensation claim within ten (10) calendar days of the receipt of that check. However, approval or payment by City shall not constitute, nor be deemed, a release of the responsibility and liability of Consultant, its employees, sub-consultants and agents for the accuracy and competency of the information provided and/or work performed; nor shall such approval or payment be deemed to be an assumption of such responsibility or liability by City for any defect or error in the work prepared by Consultant, its employees, sub-consultants and agents.

**6.14 Corrections.** In addition to the above indemnification obligations, Consultant shall correct, at its expense, all errors in the work which may be disclosed during City's review of Consultant's report or plans. Should Consultant fail to make such correction in a reasonably, timely manner, such correction shall be made by City, and the cost thereof shall be charged to Consultant.

**6.15 Files.** All files of Consultant pertaining to City shall be and remain the property of City. Consultant will control the physical location of such files during the term of this Agreement and shall be entitled to retain copies of such files upon termination of this Agreement.

**6.16 Waiver; Remedies Cumulative.** Failure by a Party to insist upon the performance of any of the provisions of this Agreement by the other party, irrespective of the length of time for which such failure continues, shall not constitute a waiver of such Party's right to demand compliance by such other Party in the future. No waiver by a Party of a default or breach of the other party shall be effective or binding upon such a Party unless made in writing by such Party, and no such waiver shall be implied from any

omissions by a Party to take any action with respect to such default or breach. No express written waiver of a specified default or breach shall affect any other default or breach, or cover any other period of time, other than any default or breach and/or period of time specified. All of the remedies permitted or available to a Party under this Agreement, or at law or in equity, shall be cumulative and alternative, and invocation of any such right or remedy shall not constitute a waiver or election of remedies with respect to any other permitted or available right of remedy.

**6.17 Mitigation of Damages.** In all such situations arising out of this Agreement, the Parties shall attempt to avoid and minimize the damages resulting from the conduct of the other Party.

**6.18 Severability.** If any provision in this Agreement is held by a court of competent jurisdiction to be invalid, void, or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.

**6.19 Attorneys' Fees.** The Parties hereto acknowledge and agree that each will bear his or its own costs, expenses and attorneys' fees arising out of and/or connected with the negotiation, drafting and execution of the Agreement, and all matters arising out of or connected therewith except that, in the event any action is brought by any Party hereto to enforce this Agreement, the prevailing Party in such action shall be entitled to reasonable attorneys' fees and costs in addition to all other relief to which that Party or those Parties may be entitled.

**6.20 Entire Agreement and Amendments.** This Agreement constitutes the whole agreement between City and Consultant, and neither party has made any representations to the other except as expressly contained herein. Neither party, in executing or performing this Agreement, is relying upon any statement or information not contained in this Agreement. Any amendments, changes or modifications to this Agreement must be made in writing and appropriately executed by both City and Consultant.

**6.21 Notices.** Any notice required to be given hereunder shall be deemed to have been given by email transmission with confirmation of delivery and depositing said notice in the United States mail, postage prepaid, and addressed as follows:

**TO CITY:**
City of South Gate
Arturo Cervantes, P.E.
Assistant City Manager/Director of PW
Public Works Department
8650 California Avenue
South Gate, CA 90280
E-mail: acervatnes@sogate.org
Telephone No.: (323) 563-9567

**WITH COURTESY COPY TO:**
City of South Gate
Yodit Glaze
City Clerk
City Clerk's Office
8650 California Avenue
South Gate, CA 90280
E-mail: yglaze@sogate.org
Telephone No. (323) 563-9511

**TO CONSULTANT:**
NV5 Inc.
Jeffery M. Cooper
Chief Operating Officer
133 Technology Drive, Suite 200
Irvine, CA 92618
E-mail: Jeffrey.cooper@nv5.com

**6.22 Warranty of Authorized Signatories.** Each of the signatories hereto warrants and represents that he or she is competent and authorized to enter into this Agreement on behalf of the Party for whom he or she purports to sign.

**6.23 Consultation with Attorney.** Consultant warrants and represents that it has consulted with an attorney or knowingly and voluntarily decided to forgo such a consultation.

**6.24 Interpretation Against Drafting Party.** City and Consultant agree that they have cooperated in the review and drafting of this agreement. Accordingly, in the event of any ambiguity, neither Party may claim that the interpretation of this Agreement shall be construed against either Party solely because that Party drafted all or a portion of this Agreement, or the clause at issue.

7. **CALIFORNIA LEVINE ACT DISCLOSURE STATEMENT.** In accordance with California SB1439 extended requirements under Government Code Section 84308, also known as the "Levine Act," a disclosure must be filed of political contributions totaling more than two hundred fifty dollars ($250) within the previous twelve (12) months, and for three (3) months following the date a final decision is made to award an agreement. Therefore, the City requires that Consultant fill out the California Levine Act Disclosure Statement form available on the City website and submit it to the City Clerk's Office prior to the approval of this Agreement.

8. **EFFECTIVE DATE.** The effective date of this Agreement is June 9, 2026, and will remain in effect through and until project completion, unless otherwise terminated in accordance with the terms of this Agreement.

**IN WITNESS WHEREOF,** the Parties hereto have caused this Agreement to be executed and attested by their respective officers thereunto duly authorized.

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

Dated: _____

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

DRAFT 4/6

By: _____
Raúl F. Salinas, City Attorney

**NV5, INC.:**

By: _____
Jeffery Cooper, Chief Operating Officer

Dated: _____

# COVER LETTER

PN: 2700226-0018478.00

May 11, 2026

City of South Gate
Attn: Lorenzo Camargo, EIT, Associate Engineer
8650 California Avenue
South Gate, CA 90280

## SUBJECT: Construction Management and Inspection Services for the South Gate Park Wells Reservoir Interconnection Project, City Project No. 746-WTR

Dear Mr. Camargo,

NV5, Inc. (NV5) is excited to have the opportunity to provide Construction Management and Inspection Services to the City of South Gate (City) for its South Gate Park Wells Reservoir Interconnection Project. Our team has the technical knowledge and experience to deliver this project in the most cost-efficient and cost-effective manner. NV5's strengths include the following:

**Trusted Partner:** Our experience and strong existing relationship with the City gives us the ability to continue providing construction support services for your capital improvement projects. We operate with a sound understanding of your organizational structure, administrative processes and the community you serve. This in turn allows us to provide the required construction support services in the most efficient manner. Specifically, our team has recently delivered:

- Load Monitoring Testing and HVAC Design Services for the South Gate Police Department – Jail Cell Detention Center
- Comprehensive Safety Action and Local Roadway Safety Plan (CSALRSP)
- Automatic Water Meter (AMR) Upgrade – Phase 3

**Tenant Improvement Experience:** NV5 has successfully delivered construction management and inspection services for water and wastewater infrastructure projects for numerous public agencies, including the Long Beach Utilities Department, City of Banning, City of Anaheim, City of South Pasadena, and City of Culver City. A representative sampling of this relevant experience is included in this proposal for the City's consideration.

**Proposed Team:** Understanding the City's objectives and the technical requirements of the project, NV5 has assembled a highly experienced team of water infrastructure professionals dedicated to successful delivery. **Luanne Bean, PE,** will serve as Contract/Construction Manager, bringing over 35 years of experience in public works and construction management, including reservoirs, pipelines, and system interconnections. She will be supported by **Peter Salgado, PE,** as Alternate Construction Manager, who offers extensive experience overseeing complex municipal infrastructure projects, including large-diameter pipelines and reservoir facilities. **Kenneth P. Hicks, QSP,** will serve as Primary Construction Inspector, providing 18 years of field inspection experience on public works projects, including water, sewer, and underground utility installations. Together, this team provides the leadership, technical expertise, and field oversight necessary to successfully execute the project.

**Subconsultants:** NV5 has a strong and successful working relationship with our subconsultant **Pacific Resources Services**, who will be our team's Labor Compliance Specialist.

NV5 looks forward to the opportunity to work with the City and help you achieve your goals and objectives. If you need further information, we may be reached by phone at (949) 585-0477, or electronically at peter.salgado@nv5.com and jeff.cooper@nv5.com. Thank you for your time and consideration.

Sincerely,
NV5

Luanne Bean, PE
Director of Program and Construction Management

Jeffrey M. Cooper, PE
EVP, Chief Operating Officer

## LBWD Emergency Project

LONG BEACH UTILITIES DEPARTMENT | LONG BEACH, CA

NV5 provided Construction Management and Inspection Services for the completion of an emergency project for the Long Beach Water Department. The project provided LBWD a connection to the Los Angeles County Sanitation District's (LACSD) reclaimed water pipeline. While initially being constructed by a different contractor under the jurisdiction of LACSD, after construction was underway, LACSD's Contractor abandoned the project and LBWD agreed to take over the work. The project involved construction of additional 25-foot-deep shoring within 5 feet of the LACSD operational plant to install the interconnecting 36-inch and a 48-inch CMLC welded pipeline. Managing high groundwater within the shoring system along with keeping the existing plant operational during construction were just a few of the important construction missions to be accomplished.



▸ **DATES:** 2018 - 2019

## Brinton Reservoir and Transmission Main Project

CITY OF BANNING | BANNING, CA

NV5 provided engineering, design, and construction management services for the Brinton Reservoir and Transmission Main Project, which included the construction of an 8-million-gallon buried, cast-in-place concrete reservoir and approximately 5,400 linear feet of 30-inch transmission main to integrate the facility into the City's water distribution system. The project required detailed hydraulic analysis to assure compatibility with existing pressure zones, during which NV5 identified and corrected critical elevation discrepancies, resulting in optimized system performance and approximately $3 million in cost savings. Scope of work included pipeline installation with system tie-ins, SCADA and instrumentation integration, and site improvements. As Construction Manager, NV5 provided full-service oversight including contractor coordination, schedule and budget management, submittal and RFI review, and change order evaluation, ensuring the project was delivered efficiently with minimal disruptions and enhanced long-term system reliability.

▸ **DATES:** 2010

## La Palma Avenue and Tustin Avenue Water Main Replacement at OCTA Railway Crossing

CITY OF ANAHEIM | ANAHEIM, CA

NV5 is providing construction management and inspection services for the City's La Palma Avenue and Tustin Avenue Water Main Replacement at OCTA Railway Crossing project. Metrolink with the Orange County Transportation Authority -- under the governing body of Southern California Regional Rail Authority (SCRRA) – is expanding the Anaheim Canyon Metrolink Station, which includes the addition of a train track crossing at La Palma Avenue and one 12-inch water main at Tustin Avenue. The water main replacement project involves bore and jack installation of two new water mains (12-inch and 36-inch) underneath the OCTA railroad track in La Palma Avenue and Tustin Avenue, followed by the abandonment of the existing water mains that will now be too shallow and are not adequately reinforced to carry the load underneath the new train track. The project includes close coordination with the City, OCTA, Metrolink, Southern California Regional Rail Authority (SCRRA), among other agencies.



▸ **DATES:** 2022 - CURRENT

## Graves Reservoir Replacement

CITY OF SOUTH PASADENA | SOUTH PASADENA, CA



NV5 provided comprehensive construction management and inspection services on the demolition and construction of a new 1.2-mg partially buried cast-in-place reservoir sited in a residential neighborhood. An existing well was re-equipped as the source of groundwater for the reservoir. The existing well pump was renovated and a new pumping station was constructed with two 1,400-gpm VFD pumps that pump from the reservoir to the City water system. A new sodium hypochlorite generation system, new pre-treatment with state-of-the-art GAC for PCE and CCl4 removal followed by a new ion exchange system for removal of nitrate as NO3, ClO4 and sulfate was installed. The new pump house is controlled by a PCIS system composed of approximately 80 new instruments with approximately 80 new I/Os. These new signals are routed through the new PLCs, HMIs, and SCADA. The Contractor was required to work with the City's System Integrator subcontracted directly with the City in accordance with the Control Strategies of the Specifications. NV5 provided full-service CMS including construction management, inspection, lead and asbestos demolition oversight, public relations, SRF loan reimbursement management including Buy-American provisions and labor compliance, biological monitoring, and geotechnical and materials testing for this comprehensive project. Completed reservoir included Verdura walls in front of the reservoir for landscaping to cover and provide an aesthetically pleasing element for the local residential community.

- **DATES:** 2018 - 2020

## Lakewood Interconnect Phase II

LONG BEACH UTILITIES DEPARTMENT | LONG BEACH, CA

NV5 provided construction management and inspection services for the Long Beach Conjunctive Use Expansion Palo Verde Pipeline project. This project involved the replacement of approximately 50 feet of pipe for the interconnect, the construction of a shallow vault for a mag meter, and an above-ground cla-valve with insertion meters. While cla-valve originally had a hydroelectric generator specified in the original plans and specifications, the generator was not large enough to power all the required devices. NV5 provided additional electrical and instrumentation design information to LBWD and the Contractor to provide a solar panel with battery backup that will completely power all the instrumentation devices, including the radio system, allowing communication back to LBWD's SCADA Central regardless of whether there is water flowing through the pipeline or not.

- **DATES:** 2020 - 2021

## Diversion Sewer Pipes to Abandon Fox Hills Pump Station

CITY OF CULVER CITY | CULVER CITY, CA

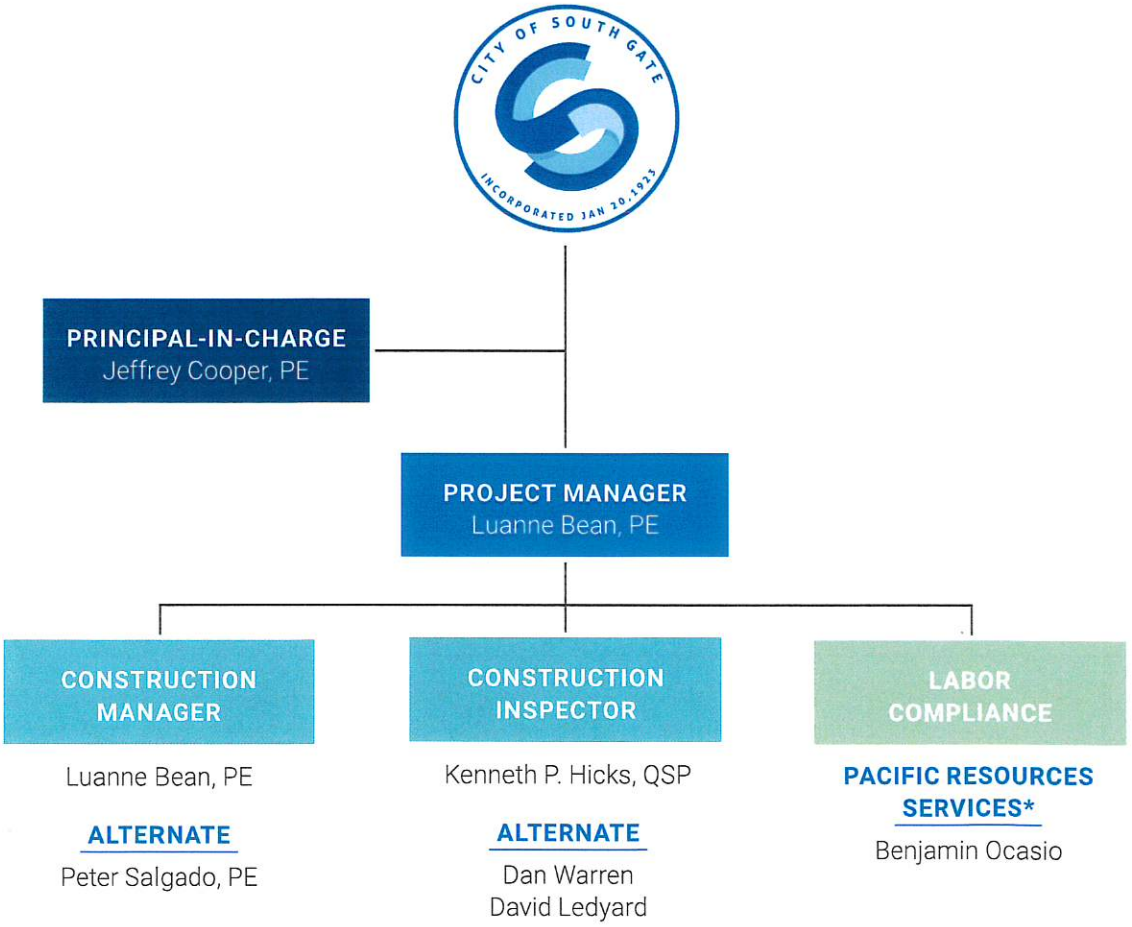


NV5 provided construction management and inspection services for the Diversion Sewer Pipes to Abandon Fox Hills Pump Station project. The project constructed 1,230 LF of 18-inch diversion sewer mains from Fox Hills pump station to Bankfield pump station. The project included constructing 18-inch FRPM (Fiberglass-reinforced pipe) in a 36-inch RCP casing by microtunneling (1,223 LF) at an average depth of 28 feet to 30 feet; constructing new manholes; pavement restoration of all existing improvements; 18-inch force main tie-in near City of Los Angeles manhole and associated temporary bypass system; 1,600 LF of abandonment of portions of the existing dual force 12-inch and 18-inch mains; 1,230 LF of CCTV inspection; and demolition of Fox Hills pump station and the Overland pump station.

- **DATES:** 2025 - 2026

## Organization Chart

Our team of experts bring direct, relevant, successful and current experience working on projects of similar scope and complexity. We are equipped with the resources to provide the City with the requested Construction Management and Inspection services. Shown below are team roles and responsibilities.




* Subconsultant

**CONTACT INFO**
luanne.bean@nv5.com

**EXPERIENCE**
35 years

**EDUCATION**
M.S. Civil Engineering

B.S. Civil Engineering

**LICENSES**
Civil Engineer (CA)
No. 50129

Former Class A General Engineering Contractor

**REGISTRATIONS**
FEMA OPS - I

HAZMAT First Responder/ Operations Level

DOT Offers of Bulk and Non-Bulk HAZMAT Packages

Nuclear Waste Safety for Workers

SCRRA Safety Trained

Confined Space Entry Trained

# LUANNE BEAN, PE

## Contract/Construction Manager

Ms. Bean brings over 35 years of expertise in the engineering, design, and construction of capital improvement projects. As a Registered Civil Engineer and former Class A General Engineering Contractor, she offers a unique perspective on construction from both the design and execution sides. Her technical proficiency spans the preparation of engineering plans, specifications, and cost estimates, as well as construction management and program management for facilities, streets, water, wastewater, and related infrastructure projects.

## Project Experience

### Long Beach Water Department Emergency Project

LONG BEACH WATER DEPARTMENT | LONG BEACH, CA

**Project Manager/Construction Manager.** Ms. Bean oversaw the construction management and inspection services for the completion of an emergency project for the Long Beach Water Department. The project provided LBWD a connection to the Los Angeles County Sanitation District's (LACSD) reclaimed water pipeline. While initially being constructed by a different contractor under the jurisdiction of LACSD, after construction was underway, LACSD's Contractor abandoned the project and LBWD agreed to take over the work. Work involved construction of additional 25-foot-deep shoring within 5 feet of the operational LACSD operational plant. Managing high groundwater along with keeping the existing plant operational during construction were just a few of the important construction missions to accomplish.

### Lakewood Interconnect Phase II

LONG BEACH WATER DEPARTMENT | LONG BEACH, CA

**Construction Manager/Resident Engineer.** Ms. Bean oversaw our team that provided construction management and inspection services for the Long Beach Conjunctive Use Expansion Palo Verde Pipeline project. This project involved the replacement of approximately 50 feet of pipe for the interconnect, the construction of a shallow vault for a mag meter, and an aboveground cla-valve with insertion meters. While cla-valve originally had a hydroelectric generator specified in the original plans and specifications, the generator was not large enough to power all the required devices. NV5 provided additional electrical and instrumentation design information to LBWD and the Contractor to provide a solar panel with battery backup that will completely power all the instrumentation devices, including the radio system, allowing communication back to LBWD's SCADA Central.

### Brinton Reservoir and Pipeline

CITY OF BANNING | BANNING, CA

**Project Manager/Construction Manager.** Ms. Bean was the Engineer-of-Record, Project Manager, and Construction Manager for the Brinton Reservoir and Pipeline, which consisted of the design of the 8-mg buried-cast-in-place concrete tank and 5,400 LF of 30-inch transmission main and construction of these facilities. Through careful engineering, she saved the client approximately $3M on the bid price, bringing in the bids for $10.5M. From the beginning stages of the RFP, she pointed out to the client multiple issues that were critical to the success of this project, foremost that the proposed elevation of the tanks within the RFP were incorrect, and through additional surveying performed of the San Gorgonio water distribution system, she was able to

confirm her intuition, that an elevation change of the proposed high-water level of the tank was required in order for this tank to float within the San Gorgonio Distribution Zone. Work also included full SCADA control of the reservoir, soil nailed walls behind the reservoir, and Verdura wall in front of the reservoir for landscaping to cover and provide an aesthetically pleasing element for the local residential community. As the Construction Manager, Ms. Bean's management ensured that the City was informed as to the project progress and the contractor maintained the schedule. This project was completed under Ms. Bean's management with minimal contractor-initiated change orders and monetary issues to the project.

### Graves Reservoir Replacement

CITY OF SOUTH PASADENA | SOUTH PASADENA, CA

**Project Manager/Construction Manager.** Ms. Bean provided comprehensive construction management services on the demolition reservoir and construction of the new 1.2 mg partially buried cast-in-place Graves Reservoir sited in a residential neighborhood. An existing well was re-equipped as the source of groundwater for the reservoir. The existing well pump was renovated and a new pumping station with two 1,400 GPM VFD pumps that pump from the reservoir to City water system. A new Sodium Hypochlorite Generation System, new pretreatment with state-of-the-art GAC for PCE and CCl4 removal followed by a new Ion Exchange System for removal of Nitrate as NO3, ClO4, and sulfate, was installed. The new pump house is controlled by a new PCIS system composed of approximately 80 new instruments with approximately 80 new I/Os. These new signals were routed through the new PLCs, HMIs, and SCADA, and the Contractor was required to work with the City's System Integrator subcontracted directly with the City in accordance with the Control Strategies of the Specifications. NV5 provided full-service CMS, including Construction Management, Inspection, Lead and Asbestos Demolition Oversight, Public Relations, SRF Loan Reimbursement Management, Biological Monitoring, Geotechnical and Materials Testing for this comprehensive project. The completed reservoir included Vedura walls in front of the reservoir for landscaping to cover and provide an aesthetically pleasing element for the local residential community.

### Cerritos Avenue & South Street Water Main Replacement

CITY OF ANAHEIM PUBLIC UTILITIES DEPARTMENT | ANAHEIM, CA

**Project Manager.** Ms. Bean was responsible for the preparation the plans, specifications and cost estimates for the installation of new water mains at Cerritos Avenue and South Street. The project includes replacing existing 10-inch Cast Iron Pipe (CIP) and 6-inch Asbestos-Cement Pipe (ACP) with approximately 2,700 LF of new 12-inch Ductile Iron Pipe (DIP) from Brookhurst Street to Nutwood Street with four tie-in connections to existing water mains; replacing existing 8-inch CIP with approximately 350 LF of new 12-inch DIP from Disneyland Drive to Hazelwood Street with three tie-in connections to existing water mains; installing nine 12-inch gate valves and four fire hydrant assemblies on the new 12-inch mains; disconnecting and removing four hydrants on the existing mains; and replacing all existing lateral domestic water services on the existing 8- and 10-inch CIP and 6-inch ACP with new services on the 12-inch DIP.

### Drilling & Equipping of New Water Wells North Long Beach 13 & North Long Beach 14

LONG BEACH UTILITIES DEPARTMENT | LONG BEACH, CA

**Project/Construction Manager.** Ms. Bean is serving as Project/Construction Manager for the project. As a subconsultant to Wood Rodgers, NV5 is providing Construction Management and Inspection Services for the drilling and equipping of two separate potable water supply wells, Wells North Long Beach 13 & 14, with a design capacity of 2,500 gallons per minute. Located within a City Park, the project requires coordination with residents and management of unhoused individuals. Final well design includes two separate wells housed within a CMU building, with a submersible turbine pump and motor, electrical and SCADA equipment, above and below grade piping, valving and appurtenances, electrical, instrumentation and control, connection to existing water distribution system, testing and disinfection, and site restoration.

### Redundant Distribution System Monitoring at Reservoir 1 and Reservoir 2 Pump Stations

MESA WATER DISTRICT | COSTA MESA, CA

**Project Manager/Construction Manager.** Ms. Bean oversaw the construction management and inspection services for the Redundant System Monitoring at Reservoir 1 and Reservoir 2 Pump Stations. The new system is designed to provide better level monitoring and SCADA control at the two reservoirs. The two reservoirs work together and operate on a single-pressure zone. The project involved tapping each of the 36-inch CMLC pipelines in the pump room of the reservoirs and installing a total of about 200 feet of conduit. These enabled the replacement of the existing pressure instrument with a new pressure-indicating transmitter.

**CONTACT INFO**
peter.salgado@nv5.com

**EXPERIENCE**
35 years

**EDUCATION**
B.S. Civil Engineering

**LICENSES**
Civil Engineer (CA)
No. 63159

# PETER SALGADO, PE

## Alternate Construction Manager

With 35 years of experience, Mr. Salgado has managed and delivered a variety of public works projects, including street improvements, vertical construction and tenant improvements, parks and landscaping improvements, and water, sewer and storm drain improvements. Working with a variety of agencies, he is thoroughly familiar with local, state and federal procedures.

## Project Experience

### SC04 Pipeline Project

CITY OF SAN JUAN CAPISTRANO | SAN JUAN CAPISTRANO, CA

**Project Manager.** Mr. Salgado was responsible for overseeing the construction management and inspection team for this $6M project. The project included 25,000 LF of 24-inch diameter welded steel water pipe to deliver water to the rapidly developing southeastern section of the City. A majority of the pipeline was constructed along existing ridgelines in the City's open space, which entailed deep trenching and two jack-and-bore operations totaling 900 feet in length.

### 760 S Zone Reservoir Project

CITY OF SAN JUAN CAPISTRANO | SAN JUAN CAPISTRANO, CA

**Project Manager.** Mr. Salgado was responsible for overseeing the construction management and inspection team for this $9M project to design and construct a 4-million-gallon welded steel reservoir. The new reservoir provided added water storage capacity critical to supplying drinking water for ongoing developments, meeting fire suppression needs, and alleviating operational water pressure fluctuations. Scope of work included nearly 500,000 cubic yards of earthwork and a major environmental effort to restore 15 acres of native habitat. Construction of the facility was completed with no major disruptions to the City's water service.

### Terminal Reservoir No. 3 Project

CITY OF SAN JUAN CAPISTRANO | SAN JUAN CAPISTRANO, CA

**Project Manager.** Mr. Salgado was responsible for overseeing the construction management and inspection team for this $15M project to design and construct a 6-million-gallon pre-stressed concrete reservoir to replace an existing facility damaged by differential settlement. Project issues included complex grading and geotechnical stabilization measures, including caissons and tie-backs to stabilize the site and allow construction of the reservoir. Construction of the facility was completed with no major disruptions to the City's water service.

### Bristol Sewer Pump Station Improvements and Jasmine/Mesmer/ Overland Sewer Pump Stations Emergency Bypass Improvements

CITY OF CULVER CITY | CULVER CITY, CA

**Construction Manager.** Mr. Salgado managed the rehabilitation of four of the seven pump stations serving the City of Culver City. As a part of the overflow and spillage prevention plan, the Bristol, Jasmine, Mesmer, and Overland Pump Stations were proposed to be retrofitted with an emergency bypass system to be used in the event of pump failures. Additionally, the Bristol Pump Station underwent improvements such as concrete pavement, curb and gutter, block walls, steps, v-ditch, sidewalk, driveway, and the installation of a motorized gate.

**CONTACT INFO**
kenneth.hicks@nv5.com

**EXPERIENCE**
18 years

**LICENSES/CERTIFICATES**
Qualified SWPPP Practitioner (CA) No. 27259 (CASQA)

Certified Inspector of Sediment and Erosion Control

Nuclear Gauge Certified

Railroad Safety

OSHA 30-Hour

OSHA 10-Hour

# KENNETH P. HICKS, QSP

## Primary Inspector

Mr. Hicks has 18 years of experience providing construction inspection services for various capital improvement projects, including street improvements, wet and dry utilities, grading, stormwater, and landscaping and irrigation. He has provided quality assurance testing for highways, bridges and streets, sewer and water systems, and other structures using nuclear gauge or assigned equipment. He is experienced in working with local, state and federal facilities regarding land use, including right-of-way, construction, easements and other purposes.

## Project Experience

### La Palma Avenue and Tustin Avenue Water Main Replacement at OCTA Railway Crossing

CITY OF ANAHEIM | ANAHEIM, CA

**Construction Inspector.** Mr. Hicks is providing construction inspection services for the City's La Palma Avenue and Tustin Avenue Water Main Replacement at OCTA Railway Crossing project. Metrolink, with the Orange County Transportation Authority, is expanding the Anaheim Canyon Metrolink Station, which includes the addition of a train track crossing at both La Palma Avenue and Tustin Avenue. The water main replacement project involves bore and jack installation of two new water mains underneath the OCTA railroad track in La Palma Avenue and Tustin Avenue, followed by the abandonment of the existing water mains that will now be too shallow and are not adequately reinforced to carry the load underneath the proposed train track. The project includes close coordination with the City, OCTA, Metrolink, Southern California Regional Rail Authority (SCRRA), among other agencies.

### Basin D Sanitary Sewer Rehabilitation*

CITY OF SAN MATEO | SAN MATEO, CA

**Construction Inspector.** Mr. Hicks provided construction inspection services, including inspecting spot and segment repairs for sanitary sewers at 315 locations; full sanitary sewer pipeline replacement by either open cut or pipe bursting the existing VCP pipe in the ground using a fused/welded HDPE pipe; manhole replacement; reconnection of sewer laterals; CCTV inspections; and site restorations.

### On-Call Inspection Services

CITY OF SEAL BEACH | SEAL BEACH, CA

**Construction Inspector.** Mr. Hicks provides on-call inspection services for the City. Safety is a major concern for the City, and in addition to our regular daytime inspectors, our inspectors have been called for night and weekend work to assure traffic control is properly set up for items like Caltrans right-of way. Our inspectors provide inspections to document and determine the acceptability of the construction work in accordance with the City's approved plans, specifications, and standard details. Our NV5 inspectors report directly to the City's Project Manager. NV5 provides both daily emails for a quick summary of the work, as well as daily reports with photograph documentation.

**CONTACT INFO**
daniel.warren@nv5.com

**EXPERIENCE**
30 years

**LICENSES**
Water Distribution Operator Grade D3 (CA), No. 8020

Water Treatment Operator Grade 2 (CA), No. 18940

Recycled Water Users Site Supervisor Training Certificate (County Sanitation Districts of Los Angeles County)

Excavation Safety & Competent Person Training Program Certificate (National Utility Contractors Association)

Residential Water Survey Training Certificate

Trench Shoring Certified

Underground Utility Line Locator Certificate

OSHA 30-Hour Outreach Training Program Certificate

# DANIEL WARREN

## Alternate Construction Inspector

Mr. Warren is a construction inspector with more than 30 years of experience in public works, including the positions Construction Inspector for the City of La Habra Heights and Grade III Water Distribution Operator and Grade II Water Treatment Operator for the Rowland Water District. Mr. Warren brings deep expertise in enforcing contractor compliance with approved plans and specifications, upholding stringent field quality control, and applying established construction standards and best practices across water and wastewater systems.

## Project Experience

### Diversion Pipeline

CITY OF CULVER CITY | CULVER CITY, CA

**Construction Inspector.** Mr. Warren provided construction inspection services for the construction of diversion sewer pipes to abandon Mesmer and Overland Sewer Pump Stations involving conventional cut and cover as well as trenchless jack and bore underneath the Caltrans ROW in multiple jurisdictions, including the City of Los Angeles. The goal of the project was to divert flows from four of the City's sewer pump stations to a new sewage pump station, Bankfield Station, which is another project for which NV5 provided construction management and inspection services during construction. The project also included full street AC resurfacing.

### Arantine Hills Sewer and Water Infrastructure Projects

CITY OF CORONA | CORONA, CA

**Construction Inspector.** Mr. Warren provided construction inspection services for the $14.7M three-phase Arantine Hills sewer, water and street improvement projects to provide the necessary infrastructure for the Arantine Hills Development Project. The project included the construction of a new ADA-compliant buried cast-in-place sewer lift station with above-grade controls. This was connected to a second project to construct the new sewer force main with fused HDPE pipe via conventional open trench and trenchless jack-and-bore sewer construction along arterial streets and Caltrans ROW, forming 4 miles of pipeline. A third project managed simultaneously was the construction of the California Avenue Sewer at a depth of 25 feet below grade. All three projects were to be completed together for the final and finished sewer lift station to function. Construction of these improvements resulted in the need for extensive street and sidewalk improvements including 5 miles of full street AC repaving and cross gutter reconstruction within various arterial streets and Caltrans ROW.

### Rural Ridge Circle and Wilshire Avenue Water Main Replacement and Street Improvements

CITY OF ANAHEIM | ANAHEIM, CA

**Construction Inspector.** Mr. Warren provided construction inspection services for this water main replacement and street improvements project. The work consisted of two water main improvement areas: the Rural Ridge area for 4,230 LF and the Wilshire-Pearl area for 2,750 LF of 8-inch to 15-inch potable water main, tie-ins to the existing potable water system, 142 1- and 2-inch water services and meters, existing main abandonment, and final street restoration. NV5 provided full Construction Management, Resident Engineering, and Inspection Services for this project included coordination with the City, shop drawing and RFI review, change order analysis, and scheduling management.

**CONTACT INFO**
david.ledyard@nv5.com

**EXPERIENCE**
40 years

**EDUCATION**
A.A. Engineering

# DAVID LEDYARD

## Alternate Construction Inspector

Mr. Ledyard has more than 40 years of engineering and construction inspection experience. He has served as both a supervisory inspector, overseeing permit inspectors, as well as a lead inspector on various capital improvement projects, including street, sewer, water and storm drain improvements. His responsibilities include site observation and construction quality assurance and control, ensuring general site safety, preparing daily reports, photo documentation, monitoring SWPPP and BMP implementation, providing daily updates to the city project manager, labor compliance and EEO interviews.

## Project Experience

### Eastside Well Collector Project

CITY OF PASADENA | PASADENA, CA

**Construction Inspector.** Mr. Ledyard served as construction inspector on this $5M water improvements project. The scope of work included the installation of approximately 4 miles of 16-inch, 20-inch, and 24-inch water mains along Monte Vista Street, Craig Avenue, Foothill Boulevard, Sierra Madre Villa Avenue and Sierra Madre Boulevard. The project also included connections to an existing reservoir and six groundwater wells. He also was responsible for permit coordination and plan reviews.

### Fair Oaks Avenue and Columbia Place Water Improvements

CITY OF PASADENA | PASADENA, CA

**Construction Inspector.** Mr. Ledyard served as construction inspector on this $2M water improvement project on Fair Oaks Avenue from Bellefontaine Street to State Street, and Columbia Place from State Street to Columbia Street. The scope of work included the installation of approximately 1 mile of 8-inch diameter water main line; reconnection with existing adjacent mains; installation of all valves, hydrants and appurtenances; reconnection with existing adjacent mains; and reconnection/ reconstruction of existing water services.

### Lake Avenue Water Main Replacement

CITY OF PASADENA | PASADENA, CA

**Construction Inspector.** Mr. Ledyard provided construction inspection services on this $1.5M water improvement project. The scope of work included the installation of approximately 1 mile of 8-inch diameter water main line; installation of all valves, hydrants and appurtenances; reconnection with existing adjacent mains; and reconnection/reconstruction of existing water services.

### Brookshire Avenue Water System Improvement Project (Gardendale Street to Imperial Highway and Firestone Boulevard to Florence Avenue)

CITY OF DOWNEY | DOWNEY, CA

**Construction Inspector.** Mr. Ledyard provided construction inspection services for the Brookshire Avenue Water System Improvement Project. The scope of work included installation of 145 feet of 8-inch and 220 feet of 6-inch ductile iron water line and connection to the existing water lines, installation of 81 water meters, including bypass meters and potable water meters, removal of existing fire hydrants and installation of 17 new fire hydrants, installation of 36 new potable water services, abandonment of existing services and installation of one fire service.

**CONTACT INFO**
bocasio@pacificresources services.com

**EXPERIENCE**
25+ years

**EDUCATION**
M.P.A. Public Affairs

B.S. Urban & Regional Planning

Valley Leadership Institute

## BENJAMIN OCASIO

### Labor Compliance *(Pacific Resources Services)*

Mr. Ocasio has more than 25 years of years of experience providing prevailing wage monitoring and enforcement services, Project Labor Agreement/Project Stabilization Agreement, workforce and business outreach services, and Disadvantaged Business Enterprises compliance services on numerous large public works projects throughout Southern California. He began his prevailing wage career as a Management Assistant with the City of Los Angeles Office of Contract Compliance. He also received training as a Caltrans Inspector.

### Project Experience

#### Lambert Park Improvements
CITY OF EL MONTE | EL MONTE, CA

**Labor Compliance.** As a subconsultant to NV5, Pacific Resources Services provided labor compliance services for this 9-acre park and playground project. Improvements include construction of a new CMU concession and restroom building; hardscape, decorative paving, decomposed granite walking and jogging path, and play surfacing; landscaping and irrigation; playground and play equipment; exercise areas and equipment; shade structures and miscellaneous site furnishings; site lighting; site drainage; on- and off-site utilities; renovation of an existing maintenance building; new turf for athletic fields (soccer fields and baseball diamonds); and renovation of existing AC parking lot.

#### Robinson Park Rec Center Renovation
CITY OF PASADENA | PASADENA, CA

**Labor Compliance:** As a subconsultant to NV5, Pacific Resources Services provided labor compliance services for the renovation of Robinson Park Recreation Center. The $12.2M project consists of the demolition and reconstruction of the Recreation Center's approximately 9,000-square-foot multipurpose room, administrative offices, commercial kitchen, open courtyard, restrooms, conference rooms, an approximately 4,900-square-foot addition of fitness and dance rooms, storage and common areas, children's playground and an intensive structural seismic upgrade of the Recreation Center's existing 7,300-square-foot gymnasium.

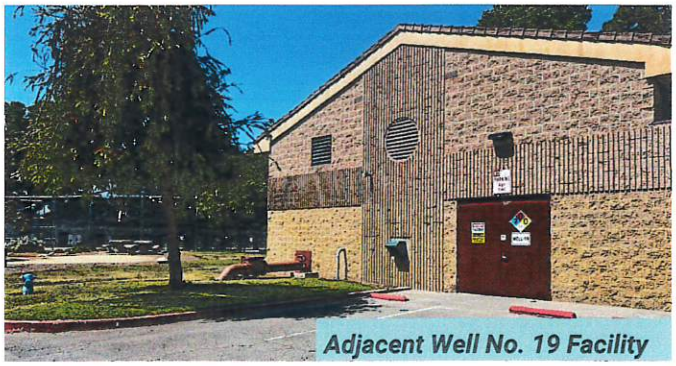
#### Wilmington Avenue Safe Streets Pedestrian/Bicycle Improvements
CITY OF COMPTON | COMPTON, CA

**Labor Compliance.** As a subconsultant to NV5, Pacific Resources Services is providing labor compliance services for the City's Wilmington Avenue Safe Streets Pedestrian/Bicycle Improvements project from Rosecrans Avenue to the southern City boundaries. The work includes pavement rehabilitation, including full-depth AC reconstruction and AC resurfacing; PCC improvements, including ADA-compliant curb ramps, bus pads, and median, sidewalk and driveway improvements; traffic signal modifications; installation of bus shelters and other site furnishings; pedestrian lighting improvements; landscaping and irrigation; and signing & striping.

## Project Understanding

NV5 understands the City is seeking Construction Management and Inspection services for the Construction of the Park Wells Reservoir Interconnection, City Project No. 746-WTR. The City maintains 12 groundwater wells, eight of which are currently active. These include Wells No. 13 (standby), 14, 18, and 19, which are located at South Gate Park near 9615 Pinehurst Avenue and immediately adjacent to the project site. Through these groundwater wells, the City maintains a largely independent water system while also supporting regional interconnections.

The City currently has two connections to the Metropolitan Water District (MWD) transmission pipelines, identified as Connections CB-7 and CB-11, which serve as outlets from MWD's Middle Cross Feeder. In addition, the City maintains five interconnections with neighboring agencies, including the City of Downey, the City of Lynwood, Walnut Park Mutual Water Company, the City of Huntington Park, and Southern California Water Company.



*Adjacent Well No. 19 Facility*

For this project, the City's general construction contractor will install piping and equipment to provide an interconnection between the City's distribution system and the South Gate Park Reservoir influent piping. The work includes installation of a 10-inch RPZ backflow preventer, a 10-inch Cla-Val flow control valve, a 10-inch gate valve, and a 20-inch gate valve. The project also includes system start-up, testing, training, preparation of O&M manuals, and record drawings.

Site electrical improvements include trenching, conduit installation, wiring, junction boxes, conduit supports, modifications to the existing RTU panel, and coordination with the City's system integrator for programming and testing. Site improvements include demolition, paving, painting, installation of concrete curbs and bump stops, and median restoration.

The City has allocated 120 working days for the construction contractor to complete the work. NV5 assumes that the 120 working days include submittals and procurement activities during the first 90 working days of the contractor's schedule, with field construction activities occurring during the remaining 30 working days. The City provided detailed plans, specifications, and one addendum to prospective construction contractors for bidding on April 16, 2026. NV5 understands that the City intends to award the project shortly to the lowest responsive and responsible contractor.

NV5 will work closely with the City and the Contractor to minimize impacts to South Gate Park, including the parking lot serving the South Gate Golf Course, Senior Center, Sofive Soccer Centers, baseball diamonds, and batting cages. The project site is also adjacent to Tweedy Elementary School. Haul routes may require travel along Pinehurst Avenue, a narrow street with parking on both sides that experiences heavy traffic during school pick-up and drop-off periods. Alternatively, routing traffic to the north may impact South Gate Four Square Church.



*Jobsite Location Looking NW*



*Jobsite Location Looking SW*

Construction activities are not anticipated to directly impact the school, church, or surrounding residential neighborhood, as the work will be confined to the adjacent South Gate Park parking lot. NV5 will work closely with the City and the Contractor to assure the Contractor develops and implements an effective staging and safety plan that

secures the site while maintaining access to the majority of the South Gate Park parking area.

The project also includes existing underground electrical and chemical feed lines that must be protected in place during construction. Multiple tie-ins to the existing system will be required, including a tap to the existing 20-inch cast iron water distribution main and replacement of the existing 20-inch gate valve, both in accordance with City Standard WD-13.

New piping will require flushing, disinfection, and Bac-T testing prior to scheduling system shutdowns. NV5 will work closely with the Contractor and City staff to coordinate all required shutdowns in advance of the tie-in work. For example, NV5 will assure that all valve assemblies are completed and inspected prior to tie-ins to minimize shutdown durations. NV5 will also facilitate pre-shutdown meetings between City staff and the Contractor to coordinate the work and assure the City has adequate time to fill the local reservoir in advance of outages associated with the adjacent pump station.



*Worksite Vault Looking NE*

Electrical and instrumentation improvements include installation of new wiring within existing spare conduits from RTU-002 to the new Cla-Val, along with installation of an analog signal cable. NV5 will work closely with the City and the Engineer of Record to promptly resolve conflicts or ambiguities and minimize the City's exposure to contractor change orders.

## Scope Of Work

NV5 will provide comprehensive construction management, inspection, coordination, documentation, and closeout services to support successful delivery of the Park Wells Reservoir Interconnection project in accordance with the contract documents.

### 1. Preconstruction Phase

**1.1. Kick-Off Meeting (Preconstruction Meeting):** NV5 will provide a kickoff meeting agenda, invite the impacted utilities, stakeholders, city staff, contractor, and Contractor's subcontractor to the meeting. NV5 can chair or co-chair with the City and provide meeting minutes for the Kickoff Meeting.

**1.2. Submittal Review & RFI Processing:** NV5 will receive, log, track, and process the Contractor's submittals and Requests for Information (RFIs) and route them to the Engineer-of-Record or other applicable reviewing party, including the City, as required by the contract documents. NV5 will monitor the status of submittals and RFIs to support timely reviews and responses and will maintain accurate records of all project documentation throughout the construction process. Submittals & RFI's will be managed in CMIS or City's system.

**1.3. Meetings:** NV5 will conduct regular weekly construction meetings throughout the duration of construction, which may be held virtually. On-site meetings will be conducted as needed for critical issues or items requiring field observation. NV5 can be available within 24 to 48 hours' notice for critical in-person meetings to resolve issues as they arise.

### 2. Construction Phase

**2.1. CMIS:** NV5 offers our web-based CMIS software is custom-designed to provide the Construction Manager and Field Inspector with the capability to manage project information efficiently and effectively while maintaining full transparency with the City and the design engineer during construction including RFI's, Submittals, Change Orders, Inspector's Daily Reports and other construction documentation. CMIS will be archived at the end of the project and a USB provided to the City. CMIS is provided at no cost to the City. Alternatively, NV5 can utilize the City provided system.

**2.2. Change Orders Reviews, Negotiations, and Final Documentation (Up to 2 Change Orders):** NV5 will evaluate the potential request for change orders, participating in the negotiations and preparing the final documents for approval. Two (2) change orders are included in the proposal. Additional Change Orders will be processed at our hourly rates as shown our on-call rate sheet.

**2.3. Monitoring Contractor Performance and Schedule:** NV5 will carefully monitor the Contractor's progress for the Contractor's conformance to the Contractor's critical path baseline schedule and issues placing the project in jeopardy of not finishing will be brought to the City's and Contractor's attention so that the Contractor can make early and necessary corrections to get the project back on

schedule. NV5 will coordinate with the City any variance of actual schedule, cost, and budget.

**2.4. Documenting Deficiencies (Materials, Workmanship, Swppp's, Safety) and Their Resolution (Up to One Deficiencies):** Our Construction Manager will document the potential deficiencies observed by the field Inspector retained by the City, addressing the problem and issuing the formal letter of deficiency to the Contractor. In our proposal we included up to one (1) deficiency. Additionally, we will provide QSD/QSP services to assure compliance with stormwater regulations and proper implementation of SWPPP measures as needed throughout the project.

**2.5. Progress Monthly Payments and Final Payments:** NV5's Construction Manager will evaluate the contractor's request for payment based on the progress made on a project, monthly. Our PM will verify that the claimed progress aligns with the actual work completed on site, to confirm that the performance is satisfactory before approving payments, assure compliance with the terms and conditions of the contract, and manage financial risk by holding back a percentage of payment (retainage) until final completion.

**2.6. Providing Regular Progress Reports to the City:** Our progress reports will provide a summary of work completed since the last report, including a complete percentage, recent milestones, and any major changes or delays.

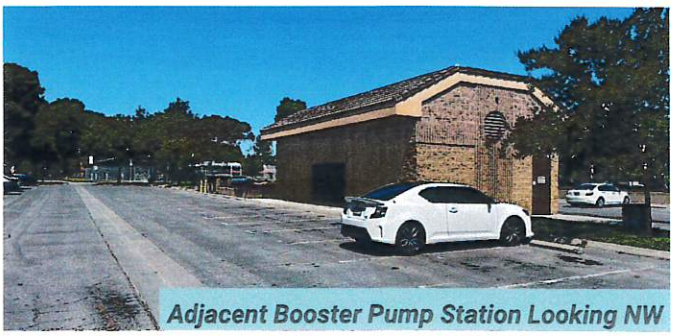
**2.7. Inspection:** NV5's Inspector will provide full-time on-site inspection services for a duration of 30 working days, with a maximum of 240 inspection hours.

**2.8. Tie-In, Integration, Startup & Testing Coordination:** NV5 will assist the Contractor and the City with tie-in, Integration with the City's integrator for SCADA modifications, and Startup & Testing coordination.

**2.9. Neighborhood Public Relations & Notifications:** NV5 will work with the City to provide neighborhood public relations and notifications to affected businesses, school, church, park, and residents of pending work. This typically involves NV5's Project or Construction Manager's name and phone number going out as the primary point of contact on notices the Contractor must produce or having our contact information on the City's website. Additionally, our on-site field inspector will field those one-on-one conversations from interested parties who approach us during construction and provide the contact information (if the party is willing) to the City for further follow up. Our goal is to provide general information, and to listen to the public. All contact information and data will be forwarded to the City for their information and follow-up at their discretion.

## 3. Project Completion And Closeout

**3.1. Final Walk Through and Punch Lists:** Final punch lists will be developed with the on-site inspector, City, and the Design Engineer. NV5 will make certain that the Contractor clears these punch-list items prior to the Contractor's final pay application request. Additionally, prior to approving the Contractor's final pay request, NV5's team will coordinate the Contractor's red line plans to be forwarded to the City and the Design Engineer for final review, acceptance, and incorporation.



*Adjacent Booster Pump Station Looking NW*

## 4. Labor Compliance

**4.1 Labor Compliance:** Pacific Resources Services Corporation will provide labor compliance services to ensure that prevailing wages are paid during the project's construction in compliance with Section 1770 et seq. and Davis-Bacon, State and Federal Funding, and related requirements.

## Exemptions and Exclusions

1. Review and approval of submittals and RFI's will be performed by the City's engineer-of-record.
2. Surveying, Geotechnical, material testing services are not included in this proposal and are available for an additional fee.
3. Application fees, permit fees, or any other fees required for the project.
4. The City's engineer-of-record will provide the electronic as-built documents from the Contractor's as-built plans.

## References

Provided below are references of clients for whom Construction Management and Inspection services have been recently performed that are comparable in quality and scope to that specified in this RFP.

### LONG BEACH UTILITIES DEPARTMENT

Jake Hester, PE
Water Capital Projects Manager

562.570.2340
hester@anaheim.net

**Relevant Projects:**
Drilling & Equipping of New Water Wells North Long Beach 13 & North Long Beach 14

Lakewood Interconnect Phase II

LBWD Emergency Project

### CITY OF ANAHEIM

Robert Hoang
Principal Engineer

714.765.4229
rhoang@anaheim.net

**Relevant Projects:**
La Palma Avenue and Tustin Avenue Water Main Replacement at OCTA Railway Crossing

### CITY OF SOUTH PASADENA

Anteneh Tesfaye
Water Operations Manager

626.460.6393
atesfaye@southpasadenaca.gov

**Relevant Project:**
Graves Reservoir Replacement

NV5

## FEE PROPOSAL - ESTIMATE

CITY OF SOUTH GATE

**for Park Wells Reservoir Interconnection, City Project No. 746-WTR**

CONSTRUCTION MANAGEMENT AND INSPECTION SERVICES

| TASK NO. | WORK DESCRIPTION | CONSTUCTION MANAGER $190 | | ADMINISTRATION $98 | | INSPECTOR $155 | | ODC'S/Subs **** | TOTAL FEE |
|---|---|---|---|---|---|---|---|---|---|
| | | HRs | $ | HRs | $ | HRs | $ | | |
| 1 | **Preconstruction Phase** | | | | | | | | |
| 1.1 | Kick-off Meeting (NIC) | 4 | $760 | 2 | $0 | 2 | $310 | | $1,070 |
| 1.2 | Submittal Review & RFI Processing | 8 | $1,520 | 8 | $784 | | $0 | | $2,304 |
| 1.3 | Meetings | 16 | $3,040 | 16 | $1,568 | | $0 | | $4,608 |
| 2 | **Construction Phase (260 WD)** | | | | | | | | |
| 2.1 | CMIS (No Charge for CMIS Platform) | 1 | $190 | 1 | $98 | | $0 | | $288 |
| 2.2 | Change orders reviews, negotiations and final documentation (up to 2 change orders) | 8 | $1,520 | 2 | $196 | | $0 | | $1,716 |
| 2.3 | Monitoring Contractor Performance and Schedule | 12 | $2,280 | | $0 | | $0 | | $2,280 |
| 2.4 | Documenting Deficiencies (1) | 8 | $1,520 | | $0 | | $0 | | $1,520 |
| 2.5 | Progress Monthly Payments and Final Payment | 6 | $1,140 | | $0 | | $0 | | $1,140 |
| 2.6 | Providing regular progress reports to the City | 6 | $1,140 | 6 | $588 | | $0 | | $1,728 |
| 2.7 | Inspection (30 WD) | 0 | $0 | | $0 | 240 | $37,200 | $300 | $37,500 |
| 2.8 | Tie-In, Integration, Startup & Testing Coordination | 16 | $3,040 | | $0 | | $0 | | $3,040 |
| 2.9 | Neighborhood Public Relations & Notifications | 8 | $1,520 | | $0 | | $0 | | $1,520 |
| 3 | **Project Completion and Closeout** | | | | | | | | |
| 3.1 | Final Walk Through and Punch List | 6 | $1,140 | | $0 | | $0 | | $1,140 |
| 3.2 | As-Builts | 4 | $760 | 2 | $196 | | $0 | | $956 |
| 3.3 | Providing final Set of Documents | 4 | $760 | 4 | $392 | | $0 | | $1,152 |
| | **Subtotal Task 1 through 3** | **107** | **$20,330** | **41** | **$3,822** | **242** | **$37,510** | **$300** | **$61,962** |
| 4 | **Optional Labor Compliance** | | | | | | | | |
| 4.1 | Labor Compliance (Pacific Resources) | 2 | $380 | | $0 | | $0 | $6,260.36 | $6,640 |
| | **Total All Tasks** | **109** | **$20,710** | **41** | **$3,822** | **242** | **$37,510** | **$6,560** | **$68,602.36** |

* Rates are in accordance with our Contract

** California DIR PW Wage Group 2 Rates shown are for regular pay up to 8 hours daily, 1.5x rate will be charged for overtime rates from 8 to 12 hours and holiday and Saturday work, and 2x Rate will be charged for overtime rates after 12 hours and Sunday work. Partial days under 4 hours of work will be charged at 4 hours, thereafter the number of hours worked will be charged according to the above rate schedule.

*** Excludes payments for CWA/PLA. If City enters into/has a CWA/PLA, additional CWA/PLA pass through fees apply.

**** Includes a 10% markup on ODS's and Subconsultants

## PROOF OF VALID WATER DISTRIBUTION OPERATOR LEVEL 3



State of California
Department of Health Services

IN ACCORDANCE WITH DIVISION 104, PART 1, CHAPTER 4, ARTICLE 3
OF THE HEALTH AND SAFETY CODE

Daniel D. Warren

IS AUTHORIZED TO OPERATE OR SUPERVISE THE OPERATION OF A WATER DISTRIBUTION SYSTEM
AND IS HEREBY GRANTED THIS CERTIFICATE FOR

Water Distribution Operator
Grade D3

Operator Number: 8020
Date Issued: July 2001

David P. Spath
STATE OF CALIFORNIA, DEPARTMENT OF HEALTH SERVICES

## INSURANCE

**ACORD** **CERTIFICATE OF LIABILITY INSURANCE** 6/1/2026 — DATE (MM/DD/YYYY): 4/21/2026

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must have ADDITIONAL INSURED provisions or be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

| | |
|---|---|
| PRODUCER: Lockton Companies, LLC<br>DBA Lockton Insurance Brokers, LLC in CA<br>CA license #0F15767<br>3280 Peachtree Rd. NE, Ste. 1000<br>Atlanta GA 30305<br>(404) 460-3600 | CONTACT NAME: Lockton Technical Services<br>PHONE (A/C, No, Ext): (404) 460-3600 FAX (A/C, No):<br>E-MAIL ADDRESS: NV5Certs@lockton.com |
| INSURED 1491108<br>NV5, Inc.<br>133 Technology Drive<br>Suite 200<br>Irvine CA 92618 | INSURER(S) AFFORDING COVERAGE — NAIC #<br>INSURER A: Hartford Fire Insurance Company — 19682<br>INSURER B: Navigators Specialty Insurance Company — 36056<br>INSURER C: Everest Indemnity Insurance Company — 10851<br>INSURER D: National Fire and Marine Insurance Co — 20079<br>INSURER E: —<br>INSURER F: — |

COVERAGES — CERTIFICATE NUMBER: 17733289 — REVISION NUMBER: XXXXXXX

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

| INSR LTR | TYPE OF INSURANCE | ADDL INSD | SUBR WVD | POLICY NUMBER | POLICY EFF (MM/DD/YYYY) | POLICY EXP (MM/DD/YYYY) | LIMITS | |
|---|---|---|---|---|---|---|---|---|
| A | X COMMERCIAL GENERAL LIABILITY<br>CLAIMS-MADE [X] OCCUR<br>GEN'L AGGREGATE LIMIT APPLIES PER:<br>[X] POLICY [X] PRO-JECT [X] LOC<br>OTHER: | Y | N | 21 CSE S88600 | 5/1/2025 | 7/1/2026 | EACH OCCURRENCE<br>DAMAGE TO RENTED PREMISES (Ea occurrence)<br>MED EXP (Any one person)<br>PERSONAL & ADV INJURY<br>GENERAL AGGREGATE<br>PRODUCTS - COMP/OP AGG | $ 2,000,000<br>$ 300,000<br>$ 15,000<br>$ 2,000,000<br>$ 4,000,000<br>$ 4,000,000 |
| A | AUTOMOBILE LIABILITY<br>X ANY AUTO<br>X OWNED AUTOS ONLY [X] SCHEDULED AUTOS<br>X HIRED AUTOS ONLY [X] NON-OWNED AUTOS ONLY | Y | N | 21 CSE S88601 | 5/1/2025 | 7/1/2026 | COMBINED SINGLE LIMIT (Ea accident)<br>BODILY INJURY (Per person)<br>BODILY INJURY (Per accident)<br>PROPERTY DAMAGE (Per accident) | $ 2,000,000<br>$ XXXXXXX<br>$ XXXXXXX<br>$ XXXXXXX |
| B | X UMBRELLA LIAB [X] OCCUR<br>EXCESS LIAB [ ] CLAIMS-MADE<br>DED [X] RETENTION $ $0 | Y | N | GA25UMRZ0HBL9IC | 5/1/2025 | 7/1/2026 | EACH OCCURRENCE<br>AGGREGATE | $ 10,000,000<br>$ 10,000,000 |
| A | WORKERS COMPENSATION AND EMPLOYERS' LIABILITY<br>ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? Y/N [N] N/A<br>(Mandatory in NH)<br>If yes, describe under DESCRIPTION OF OPERATIONS below | | N | 22 WB BR9RZL | 5/1/2025 | 7/1/2026 | X PER STATUTE [ ] OTH-ER<br>E.L. EACH ACCIDENT<br>E.L. DISEASE - EA EMPLOYEE<br>E.L. DISEASE - POLICY LIMIT | $ 1,000,000<br>$ 1,000,000<br>$ 1,000,000 |
| C<br>D<br>A | Excess Liab<br>Prof/Poll Liab<br>Bus Per Prop | N | N | XC9EX00437-251<br>42-EPP-321328-04<br>22UUNBL5R2L | 5/1/2025<br>5/1/2025<br>5/1/2025 | 7/1/2026<br>6/1/2026<br>7/1/2026 | Ea Claim/Agg $10M/$10M<br>Ea Claim/Agg $10M/$20M<br>Limit $23,515,383 | |

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (ACORD 101, Additional Remarks Schedule, may be attached if more space is required)
Additional insured is included if required by written contract with respect to General Liability and Automobile Liability per the terms and conditions of the policy. Umbrella Liability coverage follows form over the underlying General Liability if required by written contract per the terms and conditions of the policy.

CERTIFICATE HOLDER

17733289
Evidence of Coverage

CANCELLATION See Attachments

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.

AUTHORIZED REPRESENTATIVE


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South Gate Park
Tennis Courts
South
Gate Park
Volleyball South
Gate Parks

Office of the
South Gate City Clerk

JUN - 4 2026

FILED

1:38pm

# Item No. 11

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Public Works**

***Department Director:*** Arturo Cervantes
*Arturo Cervantes*

***City Manager:*** Rob Houston
*Rob Houston*

**SUBJECT: AGREEMENT WITH JA SALAZAR CONSTRUCTION & SUPPLY CORP., FOR THE SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION PROJECT, CITY PROJECT NO. 746-WTR**

**PURPOSE:** To award a construction services agreement to JA Salazar Construction & Supply Corp. (JA Salazar) for the construction of the South Gate Park Wells Reservoir Interconnection City Project No. 746-WTR.

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Approving Agreement with JA Salazar for the construction of the South Gate Park Wells Reservoir Interconnection, City Project No. 746-WTR, in an amount not-to-exceed $305,948;
b. Authorizing the Mayor to execute the Agreement in a form acceptable to the City Attorney;
c. Authorizing the City Manager to approve contract change orders up to a cumulative amount of $100,000 in Water Funds; and
d. Approving the Notice of Exemption for South Gate Park Wells Reservoir Interconnection, City Project No. 746-WTR (Interconnection Project).

**FISCAL IMPACT:** There is no fiscal impact to the General Fund. The proposed Agreement is in the amount of $305,948 and it will be funded with Water Funds budgeted in the Fiscal Year 2025/26 Public Works Budget, as summarized below:

| | **Water Funds** |
|---|---|
| Staff Time/Design | $30,000 |
| Construction | $305,948 |
| Construction Contingency | $100,000 |
| Construction Management/ Inspection | $68,603 |
| **Total Budget** | **$504,551** |

**ANALYSIS:** The South Gate Park Wells Reservoir Interconnection Project is included in the Fiscal Year 2025/26 Capital Improvement Program as part of the PFAS Removal Treatment System Project and is funded with $7,409,974 in Water Funds. As the first phase of

construction, the Interconnection Project is intended to improve operational reliability and system resiliency by allowing the City to directly supply potable water from the distribution system to the South Gate Park Reservoir during periods when groundwater production at the site is reduced or interrupted. This added redundancy is particularly important as the City continues addressing PFAS-related impacts on groundwater wells and maintaining compliance with evolving water quality regulations.

Staff completed a formal public bidding process for the project and determined that JA Salazar submitted the lowest responsive and responsible bid. Staff reviewed the contractor's bid proposal, licensing, references, and qualifications and determined the contractor possesses the necessary experience and capability to successfully complete the work. Approval of the contract will allow the City to proceed with this critical infrastructure improvement and continue strengthening the reliability of the City's water system.

**BACKGROUND:** The City's water system consists of more than 135 miles of water pipelines, eight active groundwater wells, and multiple water production facilities. One of the City's primary water production sites is located at South Gate Park and includes four groundwater wells, a water reservoir, and an on-site treatment system. Currently, groundwater produced by two of the wells has been impacted by PFAS contamination. If additional wells at the site are impacted and required to be taken offline, it is critical that the reservoir remain operational to maintain reliable water service, adequate system pressure, and fire protection for the community.

To address this need, staff is proposing the South Gate Park Reservoir Interconnection Project, which is budgeted in the Fiscal Year 2025/26 Capital Improvement Program. The project will construct a water mainline connection between the reservoir and the City's water distribution system, allowing the City to directly supply potable water to the reservoir independent of certain well operations. The project will also improve operational reliability by allowing the City to continue delivering water from the South Gate Park reservoir when groundwater wells are temporarily unavailable due to maintenance, equipment failure, or regulatory requirements.

Staff solicited bids for the construction of this improvement on March 12, 2026, and received ten (10) bids on April 16, 2026. Following review of the submitted bids, staff recommend awarding the construction contract to JA Salazar as the lowest responsive and responsible bidder.

| Bidder Name | Bid |
|---|---|
| JA Salazar Const. & Supply | $305,948 |
| Cora | $308,150 |
| Ironwave | $396,716 |
| TE Roberts | $447,216 |
| Crosby | $448,000 |
| Big Ben | $449,840 |
| Estate D&C | $485,000 |
| Gentry | $497,198 |
| Minako | $595,600 |
| RCCI | $739,935 |

Pursuant to the guidelines of the California Environmental Quality Act (CEQA), this project is categorically exempt under Title 14 of the California Code of Regulations, Section 15301, Class 1(b) exemption for minor modification to existing utility pipeline.

Construction is anticipated to begin in August 2026 and is expected to be completed within nine (9) months.

**ATTACHMENTS:**
A. Proposed Agreement
B. Bids
C. Location Map
D. Notice of Exemption

LC:ky

# AGREEMENT FOR THE SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION PROJECT, CITY PROJECT NO. 746-WTR BETWEEN THE CITY OF SOUTH GATE AND JA SALAZAR CONSTRUCTION & SUPPLY CORP.

This Agreement for the South Gate Park Wells Reservoir Interconnection Project, City Project No. 746 - WTR ("Agreement"), is made and entered into on June 9, 2026, by and between the City of South Gate, a municipal corporation ("City"), and JA Salazar Construction & Supply Corp., a California Corporation, License No. 743587 ("Contractor"). City and Contractor are sometimes hereinafter individually referred to as a "Party" and collectively referred to as "Parties."

The City and the Contractor hereto mutually agree as follows:

## ARTICLE I

THE PROJECT

For and in consideration of the mutual promises set forth herein, Contractor agrees with City to perform and complete in good and workmanlike manner all work required by the Contract Documents for City Contract No. _____, which involves the South Gate Park Wells Reservoir Interconnection Project, City Project No. 746 - WTR.

Said work shall be performed in accordance with the Plans, Specifications, and other Contract Documents, all of which are referenced in Article III hereof and incorporated herein as though fully set forth. Contractor shall furnish at its own expense all labor, materials, equipment and services necessary therefore, except such labor, materials, equipment and services as are specified in the Contract Documents to be furnished by City.

## ARTICLE II

CONTRACT SUM AND PAYMENT

For performing and completing the work in accordance with the Contract Documents, City shall pay Contractor, in full compensation therefore, the contract sum of **Three Hundred Five Thousand Nine Hundred Forty-Eight Dollars ($305,948)** set forth in the Bid Schedule(s) that are included among the Contract Documents. Said sum shall constitute payment in full for all work performed hereunder, including, without limitation, all labor, materials, equipment, tools and services used or incorporated in the work, supervision, administration, overhead, expenses and any and all other things required, furnished or incurred for completion of the work as specified in the Contract Documents. City shall make payments to Contractor on account of the contract sum at the time, in the manner, and upon the conditions specified in the Contract Documents.

## ARTICLE III

CONTRACT DOCUMENTS

The Contract Documents, which constitute the entire Agreement between the City and the Contractor, are enumerated as follows: the Notice Inviting Bids, the Instructions to Bidders, the Accepted Proposal, the Bid Schedule(s), the List of Subcontractors, Contractor's Industrial Safety Record, the Contractors Qualification Statement, the Bid Security Forms for Check or Bond, this Agreement, the Worker's Compensation Insurance Certificate, the Performance Bond, the Payment Bond, the Non-Collusion Affidavit, the Specifications, and Special Provisions and all addenda as prepared prior to the date of bid opening setting forth any modifications or interpretations of any of said documents, and any and all supplemental agreements heretofore or herewith executed amending or extending the work contemplated and which may be required to complete the work in a substantial and acceptable manner, all of which are referred to as the Contract Documents. These form the entire "Contract", and all are as fully a part of the Contract as if attached to this Agreement or repeated herein.

## ARTICLE IV

INDEMNIFICATION

The Contractor shall indemnify, hold harmless and defend (with counsel selected by the City), the City of South Gate and its affiliated entities, its officers, employees, consultants and sub-consultants, their respective officers, agents, employees (collectively the "Indemnified Parties"), from any and all claims and losses whatsoever occurring or resulting to any and all persons, firms, or corporations furnishing or supplying work, services, materials, or supplies in connection with the performance of this Agreement, any and all claims, lawsuits or actions arising from the awarding or execution of this Agreement, and from any and all claims and losses occurring or resulting to any person, firm, corporation or property for damage, injury, death arising out of or connected with the Contractor's obligation to indemnify, defend and save harmless the "Indemnified Parties" as stated hereinabove including, but not be limited to, paying all legal fees and costs incurred in connection with any such claims, losses, lawsuits or actions. THIS PROVISION SHALL SURVIVE THE COMPLETION OF WORK AND SERVICES TO BE PROVIDED UNDER THIS AGREEMENT AND THE OTHER CONTRACT DOCUMENTS.

## ARTICLE V

COMMENCEMENT, COMPLETION AND LIQUIDATED DAMAGES

Contractor shall commence work on a date to be specified in a written Notice to Proceed from the City's Director of Public Works, and shall complete all work within one hundred twenty (120) working days thereafter (subject to "force majeure" delays, if any, to the extent allowed under the Contract Documents). If the work is not completed within that time, Contractor shall owe and pay to the City liquidated damages in the amount or amounts set forth in the Contract Documents.

## ARTICLE VI

EFFECTIVE DATE

This Agreement shall become effective and commence on June 9, 2026.

**IN WITNESS WHEREOF,** the Parties hereto have caused this Agreement to be executed and attested by their respective officers thereunto duly authorized.

**CITY OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

Dated: _____

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

DRAFT

By: _____
Raúl F. Salinas, City Attorney

**JA SALAZAR CONSTRUCTION & SUPPLY CORP.:**

By: _____
Jose Salazar, CEO/President

Dated: _____

## WORKER'S COMPENSATION INSURANCE CERTIFICATE

The Contractor shall execute the following form as required by the California Labor Code, Sections 1860 AND 1861.

> I am aware of the provisions of Section 3700 of the Labor Code which require every employer to be insured against liability for workers' compensation or to undertake self-insurance in accordance with the provisions of that Code, and I will comply with such provisions before commencing the performance of the work of this Contract.

DATED:_____

**JA SALAZAR CONSTRUCTION & SUPPLY CORP.:**
Contractor

By:_____
Jose Salazar

CEO/President
Title

ATTEST:

By: _____
Signature

_____
Title

## INDEMNIFICATION AND LIABILITY INSURANCE REQUIREMENTS

The following requirements must be met when submitting insurance certificates to the City of South Gate in connection with Public Works and other projects:

1. The insurance certificate must be issued to the City of South Gate, 8650 California Avenue, South Gate, CA 90280, attention of the City Engineer.

2. The City of South Gate, South Gate Housing Authority, and their officers, employees, elected officials, and agents must be shown as additional insured per ISO CG 20 10 11 85, and separate endorsements signed by an authorized representative of the insurance company is required.

3. The City has the right to request a copy of complete insurance policy including all endorsements and certificates.

4. The Certificate must include cross liability coverage either included in the Commercial General Liability coverage, and so indicate on the face of the Certificate under that heading or by separate endorsement.

5. The Certificate should also indicate that the insurance covers "All Operations" or should specify the particular services to be provided.

6. Contractor shall procure and maintain for the duration of the Contract insurance against claims for injuries to persons or damages to property which may arise from or in connection with the performance of the work hereunder by the Contractor, his agents, representatives, employees or subcontractors.

   Minimum Scope of Insurance

   Coverage shall be at least as broad as:

   1. Insurance Services Office Commercial General Liability coverage (occurrence from CG 0001).

   2. Insurance Services Office form number CA 0001 (Ed. 1/87) covering Automobile Liability, code 1 (any auto).

   3. Workers' Compensation insurance as required by the State of California and Employer's Liability Insurance.

   4. Course of Construction insurance covering for "all risks" of loss. Earthquake and flood insurance is not required to be furnished by the Contractor.

Contractor shall maintain limits no less than:

1. General Liability: $1,000,000 per occurrence for bodily injury, personal injury and property damage. If Commercial General Liability Insurance or other form with a general aggregate limit is used, either the general aggregate limit shall apply separately to the project which is the subject of this Agreement and the location where work thereunder is to be performed, or the general aggregate limit shall be twice the required occurrence limit.

2. Automobile Liability: $1,000,000 per accident for bodily injury and property damage.

3. Employer's Liability: $1,000,000 per accident for bodily injury or disease.

4. Course of Construction: Completed value of the project that is the subject of this Agreement.

Deductibles and Self-Insured Retention

Any deductibles or self-insured retention must be declared to and approved by the City. At the option of the City, either the insurer shall reduce or eliminate such deductibles or self-insured retention as respects the City, its officers, officials, employees and volunteers; or the Contractor shall provide a financial guarantee satisfactory to the City guaranteeing payment of losses and related investigations, claim administration and defense expenses.

Other Insurance Provisions

The general liability and automobile policies are to contain, or be endorsed to contain, the following provisions:

1. The City, its officers, officials, employees, and volunteers are to be covered as insurers with respect to liability arising out of automobiles owned, leased, hired or borrowed by or on behalf of the Contractor; and with respect to liability arising out of work or operations performed by or on behalf of the Contractor including materials, parts or equipment furnished in connection with such work or operations. General liability coverage can be provided in the form of an endorsement to the Contractor's insurance or as a separate owner's policy.

2. For any claims related to the project that is the subject of this Agreement, the Contractor's insurance coverage shall be primary insurance as respects the City, its officers, officials, employees, and volunteers. Any insurance or self-insurance maintained by the City, its officers, officials, employees, or volunteers shall be excess of the Contractor's insurance and shall not contribute with it.

3. Each insurance policy required by this clause shall be endorsed to state that coverage shall not be canceled, or modified, by either party, except after thirty (30) days' prior written notice by certified mail, return receipt requested, has been given to the City.

Course of construction policies shall contain the following provisions:

1. The City shall be named as loss payee.
2. The insurer shall waive all rights of subrogation against the City.

Acceptability of Insurers

Insurance is to be placed with insurers with a current A.M. Best's rating of no less than A:VII.

Verification of Coverage

Contractor shall furnish the City with original certificates and amendatory endorsements effecting coverage required by this clause. The endorsements should be on forms provided by the City or on other than the City's forms, provided those endorsements or policies conform to the requirements. All certificates and endorsements are to be received and approved by the City before work commences. The City reserves the right to require complete, certified copies of all required insurance policies, including endorsements affecting the coverage required by these specifications at any time.

Subcontractors

Contractor shall include all subcontractors as insurers under its policies or shall furnish separate certificates and endorsements for each subcontractor. All coverage for subcontractors shall be subject to all of the requirements stated herein.

Indemnification

The Contractor shall indemnify, hold harmless and defend (with counsel selected by the City of South Gate), the City of South Gate, the City of South Gate Housing Authority, their consultants and sub-consultants, and their respective officers, agents, and employees, from any and all claims and losses whatsoever occurring or resulting to any and all persons, firms, corporations or other entities furnishing or supplying work, services, materials, or supplies in connection with the performance of this Agreement, any and all claims, lawsuits or actions arising from the awarding or execution of this Agreement, and from any and all claims and losses occurring or resulting to any person, firm, corporation or other entity, or property for damage, injury, death arising out of or connected with the Contractor's obligation to indemnify, defend and save harmless the City of South Gate, the City of South Gate Housing Authority, their consultants, sub-consultants, and other parties listed above, as stated hereinabove shall include, but not be limited to, paying all legal fees and costs incurred by legal counsel of the City of South Gate's choice in representing the City of South Gate, the City of South Gate Housing Authority, consultants and sub-consultants in connection with any such claims, losses, lawsuits or actions. THIS PROVISION SHALL SURVIVE THE COMPLETION OF WORK AND SERVICES TO BE PROVIDED UNDER THIS AGREEMENT.

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION CITY PROJECT NO. 746-WTR**

**FAITHFUL PERFORMANCE BOND**
**100% OF CONTRACT AMOUNT**

KNOW ALL MEN BY THESE PRESENTS:

**WHEREAS**, the City of South Gate ("City" herein) has awarded to JA Salazar Construction & Supply Corporation, ("Contractor" herein) a Contract for:

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION - CITY PROJECT NO. 746-WTR;** and

**WHEREAS**, said Contract is incorporated herein by this reference; and

**WHEREAS**, said Contractor is required under the terms of said Contract to furnish a bond for the faithful performance of said Contract;

**NOW, THEREFORE**, we, Contractor and _____ as Surety, are held and firmly bound unto the City in the penal sum of **Three Hundred Five Thousand Nine Hundred Forty Eight Dollars ($305,948)** lawful money of the United States, for the payment of which we bind ourselves, our heirs, successors, executors and administrators, jointly and severally, firmly by these presents.

The condition of this obligation is such that the obligation shall become null and void if the above-bounded Contractor, his or its heirs, executors, administrators, successors, or assigns, shall in all things stand to, abide by, well and truly keep and perform the covenants, conditions and provisions in said Contract and any alteration thereof made as therein provided, on his or their part, to be kept and performed at the time and in the manner therein specified, and in all respects according to their true intent and meaning, and shall indemnify and save harmless the City, its officers, agents and employees, as therein stipulated; otherwise, this obligation shall be and remain in full force and effect.

As a part of the obligation secured hereby, and in addition to the face amount specified, costs and reasonable expenses and fees shall be included, including reasonable attorneys' fees, incurred by the City in successfully enforcing the obligation, all to be taxed as costs and included in any judgment rendered.

The Surety hereby stipulates and agrees that no change, extension of time, alteration or addition to the terms of the Contract, the work to be performed thereunder, or the specifications that accompany the Contract shall in any manner affect its obligations on this bond. The Surety hereby waives notice of any such change, extension of time, alteration or addition to the terms of the Contract, the work, or the specifications.

Note: All signatures must be acknowledged before a notary public. Attach appropriate acknowledgment.

**JA SALAZAR CONSTRUCTION & SUPPLY CORP:**

By: _____
Name

Title: President

_____
_____
(Type address of Contractor)

_____
(Type name of Surety)

_____

_____
(Type address of Surety)

By: _____
(Signature of authorized officer)

_____
(Title of officer)

**APPROVED AS TO FORM:**

DRAFT

_____
Raúl F. Salinas, City Attorney

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION CITY PROJECT NO. 746-WTR**

## 100% PAYMENT BOND

**WHEREAS**, the City of South Gate, South Gate, California ("City" herein), has awarded to JA Salazar Construction & Supply, Corp., ("Contractor" herein) a Contract for the work described as follows:

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION - CITY PROJECT NO. 746-WTR**

**WHEREAS**, said Contractor is required to furnish a bond in connection with said Contract, to secure the payment of claims of laborers, mechanics, material suppliers and other persons, as provided by law;

**NOW, THEREFORE**, we, the undersigned Contractor and Surety, are held firmly bound unto the City in the sum of **Three Hundred Five Thousand Nine Hundred Forty Eight Dollars ($305,948)** for which payment well and truly to be made we bind ourselves, our heirs, executors and administrators, successors and assigns, jointly and severally, firmly by these presents.

**THE CONDITION OF THIS OBLIGATION IS SUCH THAT**, if said Contractor, its heirs, executors, administrators, successors, assigns, or subcontractors shall fail to pay any of the persons named in Civil Code Section 9100(a), or amounts due under the Unemployment Insurance Code with respect to work or labor performed under the Contract, or any amounts required to be deducted, withheld, and paid over to the Employment Development Department from the wages of employees of the Contractor and its subcontractors pursuant to Section 13020 of the Unemployment Insurance Code, with respect to such work and labor, then the Surety herein will pay for the same in an amount not exceeding the sum specified in this bond, otherwise the above obligation shall be void. If suit is brought upon this bond, the said Surety will pay a reasonable attorney's fee to the plaintiff(s) and the City in an amount to be fixed by the court.

This bond shall inure to the benefit of any of the persons named in Civil Code Section 9100(a) as to give a right of action to such persons or their assigns in any suit brought upon this bond.

Said Surety, for value received, hereby stipulates and agrees that no change, extension of time, alteration or modification of the Contract Documents or the work to be performed thereunder shall in any way affect its obligations on this bond, and it does hereby waive notice of such change, extension of time, alteration or modification of the Contract Documents or of work to be performed thereunder.

**IN WITNESS WHEREOF**, this instrument has been duly executed by the above-named Contractor and Surety on _____, 2026.

Note: All signatures must be acknowledged before a notary public. Attach appropriate acknowledgment.

**CONTRACTOR:**
**JA SALAZAR CONSTRUCTION & SUPPLY, CORP.:**

By: _____
Jose Salazar

Title: President

_____
_____
(Type address of Contractor)

_____
(Type name of Surety)

_____

_____
(Type address of Surety)

By:_____
(Signature of authorized officer)

_____
(Title of officer)

APPROVED AS TO FORM:

By: _____ DRAFT
Raúl F. Salinas, City Attorney

**NON-COLLUSION AFFIDAVIT TO BE EXECUTED BY EACH AWARDEE OF A PRINCIPAL CONTRACT**

STATE OF CALIFORNIA )
) SS.
COUNTY OF )

_____ being first duly sworn, deposes and says that he is _____ of _____ (sole owner, a partner, president, etc.) _____ the party making the foregoing bid, that such bid is not made in the interest of or behalf of any undisclosed person, partnership, company, association, organization or corporation, that such bid is genuine and not collusive or sham, that said bidder has not directly or indirectly induced or solicited any other bidder to put in a false or sham bid, and has not directly or indirectly colluded, conspired, connived or agreed with any bidder or anyone else to put in a sham bid, or that anyone shall refrain from bidding, that said bidder has not in any manner, directly or indirectly, sought by agreements, communication or conference with anyone to fix the bid price of said bidder or of any other bidder, or to fix the overhead, profit or cost element of such bid price, or of that of any other bidder, or to secure any advantage against the public body awarding the Contract or anyone interested in the proposed Contract; that all statements contained in such bid are true and, further, that said bidder has not, directly or indirectly, submitted his bid price, or any breakdown thereof, or the contents thereof, or divulged information or data relative thereto, or paid and will not pay any fee in connection therewith to any corporation, partnership, company, association, organization, bid depository or to any member or agent thereof, or to any other individual, except to such person or persons as have a partnership or other financial interest with said bidder in their general business.

Signed _____

_____
Title

Subscribed and sworn to before me this _____ day of_____, 2026.

_____
Notary Public

(Attach Notary Certificate)

City of South Gate
8650 CALIFORNIA AVENUE, SOUTH GATE, CA 90280-3004 Tel: (323) 367-9657
Fax: (323) 563-9572

**ARTURO CERVANTES, P.E.**
**DIRECTOR OF PUBLIC WORKS/**
**ASSISTANT CITY MANAGER**

**DATE:** April 7, 2026

**TO:** Prospective Bidders

**FROM:** Louis Quezada, Assistant Engineer

**SUBJECT: ADDENDUM #1: South Gate Park Wells Reservoir Interconnection, City Project 746-WTR.**

This addendum consists of twenty-nine (29) pages.

Please note the following changes and/or additions to the Project Plans and Specifications for the above reference project. The contractor shall acknowledge receipt and acceptance of this Addendum on Planet Bids and acknowledge and accept this Addendum with authorized signature on the certification at the end of this addendum and shall attach the executed addendum to the documents submitted with the bid.

## CONTRACT DOCUMENTS

**SPECIFICATIONS:**

**The following clarifications, additions & deletions are made to the Specifications for the above referenced project:**

1. **Replace page NIB-1 of the Notice of Inviting Bids in its entirety as attached.**

   *The date for the bid due date has been updated.*

2. **Replace Part III of the General Provisions from the Notice of Inviting Bids in its entirety as attached.**

   *Sheets III-2 to III-15 have been added.*

3. **Add Part IV – Recycling of Materials to the specifications in its entirety as attached.**

## CONTRACTOR'S CHECKLIST

The Contractor shall submit the following items with this proposal:

| Specification Page No. | Item | Check |
|---|---|---|
| P-1 | Proposal | ☑ |
| P-4 | Bid Schedule | ☑ |
| P-7 | List of Sub-Contractors | ☑ |
| P-9 | Contractor's Industrial Safety Record | ☑ |
| P-10 | Contractor's Qualification Statement | ☑ |
| P-11 | Contractor's Organization Statement and Performance History | ☑ |
| P-13 | Additional Information and/or Comments | ☑ |
| P-14 | Equals | ☑ |
| P-15 | Certification of Non-Discrimination and Affirmative Action | ☑ |
| P-16 | Bid Security Forms for Check or bond to accompany bid | ☑ |
| P-17 | Bid bond | ☑ |
| P-18 | Non-Collusion Affidavit | ☑ |
| P-19 | Statement Acknowledging Penal and Civil Penalties Concerning the Contractor's Licensing Laws | ☑ |

J A SALAZAR CONSTRUCTION & SUPPLY CORP
613 N. HARBOR BLVD.
LA HABRA, CA. 90631

Contractor Name: _____

# PROPOSAL

TO THE HONORABLE MAYOR AND MEMBERS
OF THE CITY COUNCIL OF THE
CITY OF SOUTH GATE, CALIFORNIA

The undersigned hereby proposes to perform all work for which a contract may be awarded him and to furnish any and all labor, material, equipment, transportation and other facilities required for

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION**
**CITY PROJECT NO. 746-WTR**

together with appurtenances thereto, all as set forth in the Specifications, and other Contract Documents, and he further proposes and agrees that, if his bid is accepted, he will contract in the form and manner stipulated, to perform all work called for by the Specifications and other Contract Documents, and to complete all such work in strict conformity therewith within the time limits set forth therein, and that he will accept as full payment therefore, the total bid amounts named in the Bid Schedule(s) forming a part hereof. **A bid bond in favor of the City of South Gate for**

THIRTY THOUS. FIVE HUND. NINTY FOUR DOLLARS AND EIGHTY CENTS Dollars ($ 30,594.80 )

which amount is not less than ten percent (10%) of the total amount of his proposal which is attached hereto and is given as a guarantee that the undersigned will execute the agreement and furnish the required bonds if awarded the Contract and in case of failure to do so within the time provided, said check or bid bond shall be forfeited to the City of South Gate. The face amount of bid bond shall be considered established.

**It is understood and agreed that:**

1. The undersigned has carefully examined all the Contract Documents which will form a part of the Contract; namely, Notice Inviting Bids, Instructions to Bidders, Proposal Forms, the Bid Schedules, the Contractor's Industrial Safety Record, the Contractor's Qualification Statement, the Worker's Compensation Insurance Certificate, the Construction Agreement, Bid Bond, Performance Bond, Payment Bond, Non-Collusion Affidavit, Specifications and Construction Drawings, permits, and all revisions or addenda and change orders setting forth any modifications or interpretations of any of said documents.

2. The undersigned has by investigation at the site of the work and otherwise satisfied himself as to the nature and location of the work and fully informed himself as to all conditions and matters which can in any way affect the work or the cost thereof.

3. The undersigned fully understands the scope of the work and has checked carefully all words and figures inserted in this bid and he further understands that the City will in no way be responsible for any errors or omissions in the preparation of this bid.

4. The undersigned will execute the agreement and furnish the required bonds and certificates of insurance within ten (10) calendar days after notice to him of acceptance of his bid by the City. The inability to execute the agreement within ten (10) days will be cause to reject the bid and award to the next low bidder.

5. The undersigned hereby certifies that this proposal is genuine and not sham or collusive or made in the interest or on behalf of any person not herein named and the undersigned has not directly or indirectly induced or solicited any other bidder to put in a sham bid or any other person, firm or corporation to refrain from bidding, the undersigned has not in any manner sought by collusion to secure for himself an advantage over any other bidder.

6. The undersigned will accept an award and enter into a contract for all work scheduled herein on which he submits a bid. The award for such work shall be entirely at the discretion of the City after evaluation of the bids. In the event the bidder to whom the work is awarded fails to enter into a contract and furnish the required bonds therefore within the time provided, the bidder will be liable for forfeiture of ten percent (10%) of the total bid amount to the City, even though such amount may be less than the face amount of the bid security, check or bond posted with the bid.

**Note:** All amounts and totals given in the Bid Schedule(s) will be subject to verification by the City. In case of variation between the unit price and totals shown by bidder, the unit prices will be considered to be his bid. In case of variation between unit prices written in words and unit prices given in numerals, those written in words shall be considered to be the correct prices.

Addenda No(s). Received

1

The undersigned is licensed in accordance with the laws of the State of California providing for the registration of Contractors.

| | |
|---|---|
| Signature | By JOSE SALAZAR |
| 615 N. HARBOR BLVD. Address | PRESIDENT Title |
| Signature | By |
| (562) 691-3647 Telephone Number | Title |

License No. 743587 Classification License Expiration Date 5/31/28

* Surety to be utilized for Contract Bonds (Performance Bond and Payment Bond)

| | |
|---|---|
| OHIO CASUALTY INSURANCE Name of Surety | PHIL VEGA CPO BONDING Name of Local Representative |
| 534 E. BADILLO ST., COVINA CA Address | Address |
| (626) 859-1000 Telephone Number | Telephone Number |

Best Key Rating

| | |
|---|---|
| A Grade | A. M. BEST Class |

***Note:** Surety information is required as part of this proposal, failure to provide such information will cause this bid to be informal and subject to rejection.

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION**
**CITY PROJECT NO. 746-WTR**

**BID SCHEDULE**

Contractor's Name: J A SALAZAR CONSTRUCTION & SUPPLY CORP
613 N. HARBOR BLVD.
LA HABRA, CA. 90631

Honorable Mayor and City Council
South Gate, California:

4/16, 2026

The undersigned declares that he/she has carefully examined Plans and Specification for this project, read notice to bidders, is familiar with the requirements therein contained, and proposes to furnish all labor, material supplies necessary to accomplish the work outlined therein at the following prices. The undersigned also guarantees that the following prices outlined herein shall remain valid for one year following the opening of the bid opening date:

**SCHEDULE OF WORK ITEMS**
**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION**
**CITY PROJECT NO. 746-WTR**

**Bid Items**

| Item No. | Description | Size-Quantity | Unit | Unit Price | Total Amount |
|---|---|---|---|---|---|
| **BASE BID** | | | | | |
| 1 | Mobilization, Demobilization & cleanup, including stormwater compliance | LS | 1 | $ 18 000 | $ 18 000 |
| 2 | Furnish and install 10" RPZ backflow preventer and 10" Cla-Val flow control, including ductile iron piping and fittings, restraining glands, tapping sleeve, thrust blocks, concrete slab, supports, coupling, 10" gate valve, and 20" gate valve | LS | 1 | $ 214 868 | $ 214 868 |

**SCHEDULE OF WORK ITEMS**
**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION**
**CITY PROJECT NO. 746-WTR**

**Bid Items**

| Item No. | Description | Size-Quantity | Unit | Unit Price | Total Amount |
|---|---|---|---|---|---|
| 3 | Furnish, install, and coordinate site improvements including site demo, site paving and painting, concrete curb, bump stops, and median restoration | LS | 1 | $ 30 000 | $ 30 000 |
| 4 | Furnish and install site electrical, including trenching, conduit and wiring, junction boxes and conduit supports, existing RTU panel modification, and coordinate with the City's system integrator for programming and testing | LS | 1 | $ 35 000 | $ 35 000 |
| 5 | Perform and complete all start-up, testing and training | LS | 1 | $ 4500 | $ 4500 |
| 6 | Prepare and Maintain Record Drawings | LS | 1 | $ 1000 | $ 1000 |
| 7 | Provide worker protection and safety, sheeting, shoring, and bracing | LS | 1 | $ 1500 | $ 1500 |
| 8 | Provide the Builder's All Risk Insurance | LS | 1 | $ 1080 | $ 1080 |
| **TOTAL BID AMOUNT (Bid Items 1 Thru. 8)** | | | | $ 305,948.00 | |

**TOTAL BID AMOUNT - (BID ITEMS 1 THRU 8)**

$ THREE HUNDRED FIVE THOUSAND NINE HUNDRED FORTY EIGHT
figures

in words

**DETERMINATION OF THE LOWEST RESPONSIBLE BIDDER SHALL BE BASED ON THE TOTAL BID AMOUNT. THE CONTRACT WILL BE AWARDED TO THE LOWEST RESPONSIBLE AND RESPONSIVE BIDDER BASED ON THE "TOTAL BID AMOUNT".**

The City of South Gate reserves the right to reject any and all bids, or delete portions of any and all bids or waive any informality or irregularity in the bid or the bid procedures and shall be the sole judge of the bids received.

The undersigned has carefully checked all of the above figures and understands that the City of South Gate, or any officer thereof, will not be responsible for any errors or omissions on the part of the undersigned in submitting this bid. In case words and figures stated here in do not agree, the words shall govern and the figures shall be disregarded. In case the unit price and the total amount stated for any item are not in agreement, the unit price shall govern and the amount shall be corrected to conform thereto. In case of any discrepancy between Item Total Prices and Total Bid Amount, the Item Total Prices shall prevail and the Total Bid Amount shall be adjusted to conform to the Item Total Prices.

**Contractor:** J A SALAZAR CONSTRUCTION & SUPPLY CORP
613 N. HARBOR BLVD.
LA HABRA, CA. 90631

**License No:** 743587 **Expiration date:** 5/31/26

**Name:** JOSE SALAZAR **Title:** PRESIDENT

**Signature:**

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION**
**CITY PROJECT NO. 746-WTR**

NAME OF BIDDER J A SALAZAR CONSTRUCTION & SUPPLY CORP
613 N. HARBOR BLVD.
LA HABRA, CA. 90631

## LIST OF SUBCONTRACTORS

In accordance with Division 2, Part I, Chapter 4 of the Public Contract Code, the prime contractor shall submit with his bid a list of subcontractors who will perform work in excess of one-half of 1 percent of the prime contractor's total bid.

Subcontractors listed must be properly licensed for the type of work they are to perform and their license numbers must be indicated below. Do not list alternate subcontractors for the same work.

| | Name & Address of Subcontractor | Specific Description of Subcontract |
|---|---|---|
| 1. | Name LEED ELECTRIC | ELECTRICAL |
| | Address 12333 LOS NIETOS RD. SANTA FE SPRINGS, CA 90670 | |
| | License No. 379096 | |
| | Classification C-10 | |
| 2. | Name | |
| | Address | |
| | License No. | |
| | Classification | |
| 3. | Name | |
| | Address | |
| | License No. | |
| | Classification | |

4. Name _____ _____

Address _____ _____

License No. _____ _____

Classification _____

5. Name _____ _____

Address _____ _____

License No. _____ _____

Classification _____

6. Name _____ _____

Address _____ _____

License No. _____ _____

Classification _____

7. Name _____ _____

Address _____ _____

License No. _____ _____

Classification _____

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION**
**CITY PROJECT NO. 746-WTR**

This information must include all construction work undertaken in the State of California by the bidder and any partnership, joint venture or corporation that any principal of the bidder participated as a principal or owner for the last five calendar years and current calendar year prior to the date of bid submittal. Separate information shall be submitted for each particular partnership, joint venture, corporate or individual bidder. The bidder may attach any additional information or explanation of data, which he would like taken into consideration in evaluating the safety record. An explanation must be attached of the circumstances surrounding any and all fatalities.

**CONTRACTOR'S INDUSTRIAL SAFETY RECORD**
**5 Calendar Years Prior to Current Year**

| Year | 2021 | 2022 | 2023 | 2024 | 2025 | TOTAL | Current Year |
|---|---|---|---|---|---|---|---|
| 1. No. of Contracts | 10+ | 10+ | 10+ | 10+ | 10+ | 50+ | 10+ |
| 2. Total dollar amount of contracts (in thousands of $) | BMM | 8 | 8 | 8 | 8 | 40 | 8 |
| * 3. No. of fatalities | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| * 4. No. of lost workday cases | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| * 5. No. of lost workday cases involving permanent transfer to another job or termination of employment | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| * 6. No. of lost workdays | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

The information required for these items is the same as required for column 3 to 6, Code 10, Occupational Injuries, Summary Occupational Injuries and illnesses. OSHA No. 102

The above information was compiled from the records that are available to me at this time and I declare under penalty of perjury that the information is true and accurate within the limitations of those records.

V.A. SALAZAR CONSTRUCTION * SUPPLY CORP.
Name of Bidder (print)

Signature

613 N HARBOR BLVD.
Address

743587 A, C34, C36
State Contractors' License. No. & Classification

LA HABRA, CA 90631
City Zip Code

(562) 691-3647
Telephone



26

## CONTRACTOR'S QUALIFICATION STATEMENT

To: The City of South Gate

The undersigned certifies that the bidder has successfully and properly completed projects of like nature, magnitude, comparable difficulty, and scope as specified in these specifications.

Three (3) of recent comparable projects completed are below:

1. Project Name SEE ATTACHMENT "A"

Person to Contact | Job Title | Phone No.

City | Contract Amount | Date Completed

2. Project Name _____

Person to Contact | Job Title | Phone No.

City | Contract Amount | Date Completed

3. Project Name _____

Person to Contact | Job Title | Phone No.

City | Contract Amount | Date Completed

Failure to complete this portion of the bid shall at the City's discretion constitute the basis to either declare the apparent low bidder's bid non-responsive or declare the bidder to be non-responsive.

Signed _____ Title PRESIDENT

Dated this 15 day of APRIL, 2026

## CONTRACTOR'S ORGANIZATION STATEMENT AND PERFORMANCE HISTORY

The term "Owner" shall refer to any private firm or public agency to which the Contractor has submitted a bid to, or contracted with, for any construction contract.

J A SALAZAR CONSTRUCTION & SUPPLY CORP
613 N. HARBOR BLVD.
LA HABRA, CA. 90631

Submitted By: _____

*Name must correspond with the Contractor's License*

✓ Corporation _____ Partnership _____ Individual _____ Joint Venture

If a corporation, under the laws of what State is it organized? CA

California Regional Office (s): 12501 E. IMPERIAL HWY, STE 600 NORWALK

Use the form titled "Additional Information and/or Comments" for providing requested or additional information for each of the following questions to which you answer "yes" or for any comments.

A. How many years experience in construction work under current organization?

(a) As a General Contractor? _____ From 1997 to 2026

(b) As a Subcontractor? _____ From _____ to 20___

B. Provide the following information as to contract experience with public entities or governmental agencies only, within the past ten (10) years. If none, write "NONE" on the chart.

| TITLE OF PROJECT | COMPLETION DATE | NAME OF AGENCY, TELEPHONE No. AND NAME OF PERSON TO CONTACT |
|---|---|---|
| | SEE ATTACHMENT "A" | |
| | | |
| | | |

C. Have you or your company, or any officer or partner thereof, failed to complete a contract for an Owner? YES ____ NO ✓. If so, indicate the name of each agency, dates, and the circumstances.

D. Have you or your company been denied an award of an Owner contract not withstanding submission of the lowest responsive bid? YES ____ NO ✓. If so, as to each such denial, state the name of the Owner, the date of the denial, the title and number of the contract bid, and the grounds on which the Owner based the denial of award.

E. Has your company been assessed liquidated damages by any Owner? YES ____ NO ✓. If so, as to each assessment of liquidated damages, state the name of the Owner, the date of the assessment, the title and number of the contract, and the grounds on which the Owner based the assessment of liquidated damages.

F. Has your company been the subject of any inquiry by any Owner as to whether your company is a non-responsible bidder or non-responsible contractor? YES ____ NO ✓. If so, as to each inquiry, state the name of the Owner, the date of the inquiry, the grounds on which the Owner based the inquiry, and the result of the inquiry.

G. Has your company been the subject of any inquiry by any Owner as to whether your company has made any false claim or other material misrepresentation? YES ____ NO ✓. If so, as to each inquiry, state the name of the Owner, the date of the inquiry, the grounds on which the Owner based the inquiry, and the result of the inquiry.

H. Has your company made any false claim or misrepresentation in the submittal of any claim pertaining to any construction contractor with an Owner? YES ____ NO ✓. If so, state the circumstances, including the reason for submittal of false material.

I. Is your company currently asserting against any Owner any construction claim (s) in excess of $100,000.00, or has your company made such claim (s) against any Owner? YES ____ NO ✓. If so, as to each such claim, state the name of the Owner, the date of the claim, the grounds of the claim, the amount of such claim, the present status of such claim, the date of resolution of such claim if resolved, and the amount and method by which such claim was resolved, if resolved.

J. Is your company currently a party against any Owner in any litigation pertaining to any construction project, or has your company been a party to such litigation? YES ____ NO ✓. If so, as to each such litigation, state the name of the Owner, case number, the court and jurisdiction in which said litigation is pending or was brought, the nature of the litigation, the amount at issue in the litigation, the present status of such litigation, the date of resolution of such litigation if resolved, and the amount and method by which such litigation was resolved, if resolved.

## ADDITIONAL INFORMATION AND/OR COMMENTS

Use this page for providing requested or additional information or for any comments. If no comments or additional information, write "NONE" at the top of this page. (Duplicate this page if more space is needed). Add corresponding "letter" of each question that the information or comment pertains to.

NONE

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION**
**CITY PROJECT NO. 746-WTR**

## EQUALS

The undersigned desires to use the material product, thing, or service described below as "an equal" to such item as specified.

In accordance with the provisions under 4-1.6 of the Standard Specifications for Public Works Construction (Greenbook), if the City shall find any such item so described as equal to the respective item specified, then the undersigned may furnish such item, together with all necessary labor materials, equipment, and incidentals required to perform the work.

Date 4/15/26 Contractor's Name J A SALAZAR CONSTRUCTION & SUPPLY CORP
613 N. HARBOR BLVD.
LA HABRA, CA. 90631

Phone No. (562) 691-3647 Contractor's Address _____

| Materials, Apparatus, or Equipment Specified for Which Bidder Proposes "An Equal" | | Complete Description of Materials, Apparatus, or Equipment Specified for Which the Bidder Desires to Use as "An Equal" and Name of Subcontractor if Different |
|---|---|---|
| N/A | | |
| | | |
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## CERTIFICATION OF NONDISCRIMINATION AND AFFIRMATIVE ACTION

As suppliers of goods or services to the City of South Gate, the firm listed below certifies that it does not discriminate in its employment with regard to race, medical condition, color, marital status, religion, sex, handicap, or national origin; that is in compliance with all federal, state and local directives and executive orders regarding nondiscrimination in employment: and that it agrees to demonstrate positively aggressively in principle of equal opportunity in employment.

We agree specifically:

1. To establish or observe employment policies which affirmatively promote opportunities for minority persons at all job levels.

2. To communicate this policy to all persons concerned including all company employees, outside recruiting services, especially those servicing minority communities and to the minority communities at large.

3. To take affirmative steps to hire minority employees within the company.

J A SALAZAR CONSTRUCTION & SUPPLY CORP
813 N. HARBOR BLVD.
[illegible]

Firm

Signature

PRESIDENT

Title

Please include any additional information regarding equal opportunity employment programs now in effect within your company.

N/A

**SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION**
**CITY PROJECT NO. 746-WTR**

**BID SECURITY FORMS**
**FOR**
**CHECK OR BOND TO ACCOMPANY BID**

NOTE: The following form shall be used in case check accompanies bid.

Accompanying this proposal is *certified/cashier's check payable to the order of the City of South Gate for:

_____ Dollars ($_____)

thus, amount being not less than ten percent (10%) of the total amount of the Base Bid plus "Additional Bid Items." The proceeds of this check shall become the property of the City of South Gate provided this proposal shall be accepted by the City of South Gate through action of its legally constituted contracting authorities and the undersigned shall fail to execute a contract and furnish the required bonds within the stipulated time; otherwise, the check shall be returned to the undersigned.

_____

_____

NOTE: If the bidder desires to use a bond instead of a check, the following form shall be executed. The sum of this bond shall not be less than ten percent (10%) of the total amount of the base bid plus "Additional Bid Items."

## BID BOND

KNOW ALL MEN BY THESE PRESENTS

That we J.A. SALAZAR CONSTRUCTION & SUPPLY CORP., as Principal, and THE OHIO CASUALTY INSURANCE COMPANY, as Surety, are held and firmly bound unto the City of South Gate in the sum of: TEN PERCENT OF AMOUNT BID, (words) Dollars ($ 10% ), to be paid to the City of South Gate, its successors and assigns, for which payment will and truly be made, we bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, firmly by these presents.

**THE CONDITION OF THIS OBLIGATION IS SUCH:**

That if the certain proposal of the above bonded PRINCIPAL for **SOUTH GATE PARK WELLS RESERVOIR INTERCONNECTION - CITY PROJECT NO. 746-WTR** in strict accordance with the Specifications on file at the office of the City of South Gate is accepted by the City of South Gate through action of its legally constituted contracting authorities and if the above bonded PRINCIPAL, his heirs, executors, administrators, successors and assigns shall duly enter into and execute a contract for such removal and shall execute and deliver the required Performance Bond, Payment Bond and proof of insurance within ten (10) working days after the date of notification by and from said City of South Gate that said contract is ready for execution, then this obligation shall become null and void, otherwise it shall be and remain in full force and virtue.

IN WITNESS WHEREOF, we hereunto set our hands and seals this 14TH day of APRIL, 2026.

JOSE SALAZAR PRESIDENT
Title

Title

Title KEVIN E. VEGA, ATTORNEY-in-FACT

NOTE: The standard printed bid bond form of any bonding company acceptable to the City of South Gate may be used in lieu of the foregoing approved sample bond form, provided the security stipulations protecting the City of South Gate are not in any way reduced by use of the Surety Company's printed standard form.

Liberty Mutual. SURETY

# POWER OF ATTORNEY

Liberty Mutual Insurance Company
The Ohio Casualty Insurance Company
West American Insurance Company

Certificate No: 8213326-969577

KNOWN ALL PERSONS BY THESE PRESENTS: That The Ohio Casualty Insurance Company is a corporation duly organized under the laws of the State of New Hampshire, that Liberty Mutual Insurance Company is a corporation duly organized under the laws of the State of Massachusetts, and West American Insurance Company is a corporation duly organized under the laws of the State of Indiana (herein collectively called the "Companies"), pursuant to and by authority herein set forth, does hereby name, constitute and appoint, Britton Christiansen; Kevin E. Vega; Philip E. Vega

all of the city of Covina state of CA each individually if there be more than one named, its true and lawful attorney-in-fact to make, execute, seal, acknowledge and deliver, for and on its behalf as surety and as its act and deed, any and all undertakings, bonds, recognizances and other surety obligations, in pursuance of these presents and shall be as binding upon the Companies as if they have been duly signed by the president and attested by the secretary of the Companies in their own proper persons.

IN WITNESS WHEREOF, this Power of Attorney has been subscribed by an authorized officer or official of the Companies and the corporate seals of the Companies have been affixed thereto this 10th day of March , 2025 .

Liberty Mutual Insurance Company
The Ohio Casualty Insurance Company
West American Insurance Company

By: _____
Nathan J. Zangerle, Assistant Secretary

State of PENNSYLVANIA
County of MONTGOMERY ss

On this 10th day of March , 2025 before me personally appeared Nathan J. Zangerle, who acknowledged himself to be the Assistant Secretary of Liberty Mutual Insurance Company, The Ohio Casualty Company, and West American Insurance Company, and that he, as such, being authorized so to do, execute the foregoing instrument for the purposes therein contained by signing on behalf of the corporations by himself as a duly authorized officer.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed my notarial seal at Plymouth Meeting, Pennsylvania, on the day and year first above written.

Commonwealth of Pennsylvania - Notary Seal
Teresa Pastella, Notary Public
Montgomery County
My commission expires March 28, 2029
Commission number 1126044
Member, Pennsylvania Association of Notaries

By: _____
Teresa Pastella, Notary Public

This Power of Attorney is made and executed pursuant to and by authority of the following By-laws and Authorizations of The Ohio Casualty Insurance Company, Liberty Mutual Insurance Company, and West American Insurance Company which resolutions are now in full force and effect reading as follows:

ARTICLE IV – OFFICERS: Section 12. Power of Attorney.
Any officer or other official of the Corporation authorized for that purpose in writing by the Chairman or the President, and subject to such limitation as the Chairman or the President may prescribe, shall appoint such attorneys-in-fact, as may be necessary to act in behalf of the Corporation to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations. Such attorneys-in-fact, subject to the limitations set forth in their respective powers of attorney, shall have full power to bind the Corporation by their signature and execution of any such instruments and to attach thereto the seal of the Corporation. When so executed, such instruments shall be as binding as if signed by the President and attested to by the Secretary. Any power or authority granted to any representative or attorney-in-fact under the provisions of this article may be revoked at any time by the Board, the Chairman, the President or by the officer or officers granting such power or authority.

ARTICLE XIII – Execution of Contracts: Section 5. Surety Bonds and Undertakings.
Any officer of the Company authorized for that purpose in writing by the chairman or the president, and subject to such limitations as the chairman or the president may prescribe, shall appoint such attorneys-in-fact, as may be necessary to act in behalf of the Company to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations. Such attorneys-in-fact subject to the limitations set forth in their respective powers of attorney, shall have full power to bind the Company by their signature and execution of any such instruments and to attach thereto the seal of the Company. When so executed such instruments shall be as binding as if signed by the president and attested by the secretary.

Certificate of Designation – The President of the Company, acting pursuant to the Bylaws of the Company, authorizes Nathan J. Zangerle, Assistant Secretary to appoint such attorneys-in-fact as may be necessary to act on behalf of the Company to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations.

Authorization – By unanimous consent of the Company's Board of Directors, the Company consents that facsimile or mechanically reproduced signature of any assistant secretary of the Company, wherever appearing upon a certified copy of any power of attorney issued by the Company in connection with surety bonds, shall be valid and binding upon the Company with the same force and effect as though manually affixed.

I, Renee C. Llewellyn, the undersigned, Assistant Secretary, The Ohio Casualty Insurance Company, Liberty Mutual Insurance Company, and West American Insurance Company do hereby certify that the original power of attorney of which the foregoing is a full, true and correct copy of the Power of Attorney executed by said Companies, is in full force and effect and has not been revoked.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seals of said Companies this 14th day of April , 2026 .

By: _____
Renee C. Llewellyn, Assistant Secretary

LMS-12873 LMIC OCIC WAIC Multi Co 02/24

Not valid for mortgage, note, loan, letter of credit, currency rate, interest rate or residual value guarantees.

For bond and/or Power of Attorney (POA) verification inquiries, please call 610-832-8240 or email HOSUR@libertymutual.com.

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California }

} ss.

County of LOS ANGELES }

On April 14th, 2026 before me, Philip Vega, Notary Public

Here Insert Name and Title of the Officer

personally appeared Kevin E. Vega, Attorney-in-Fact

Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

PHILIP VEGA
Notary Public - California
Los Angeles County
Commission # 2490569
My Comm. Expires May 31, 2028

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature:

Place Notary Seal Above

Signature of Notary Public

OPTIONAL

*Though the information below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.*

Description of Attached Document

Title of Type of Document:

Document Date: Number of Pages:

Signer(s) Other Than Named Above:

Capacity(ies) Claimed by Signer(s)

| Signer's Name: | Signer's Name: |
|---|---|
| ☐ Individual | ☐ Individual |
| ☐ Corporate Officer Title(s): | ☐ Corporate Officer Title(s): |
| ☐ Partner - ☐ Limited ☐ General | ☐ Partner - ☐ Limited ☐ General |
| ☐ Attorney in Fact | ☐ Attorney in Fact |
| ☐ Trustee | ☐ Trustee |
| ☐ Guardian or Conservator | ☐ Guardian or Conservator |
| ☐ Other: | ☐ Other: |
| Signer is Representing: | Signer is Representing: |
| Right Thumbprint of Signer Top of thumb here | Right Thumbprint of Signer Top of thumb here |

**CALIFORNIA ACKNOWLEDGMENT** CIVIL CODE § 1189

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California
County of Los Angeles }

On April 14th, 2020 before me, Rachel A Jimenez, Notary Public
*Date* *Here Insert Name and Title of the Officer*

personally appeared Jose Salazar
*Name(s) of Signer(s)*

who proved to me on the basis of satisfactory evidence to be the person~~(s)~~ whose name~~(s)~~ is/~~are~~ subscribed to the within instrument and acknowledged to me that he/~~she/they~~ executed the same in his/~~her/their~~ authorized capacity(~~ies),~~ and that by his/~~her/their~~ signature~~(s)~~ on the instrument the person~~(s),~~ or the entity upon behalf of which the person~~(s)~~ acted, executed the instrument.

RACHEL A. JIMENEZ Comm. #2497267-MTC Notary Public #NNA1 THE GREAT SEAL OF THE STATE OF CALIFORNIA CALIFORNIA Los Angeles County My Comm. Exp. Aug 11, 2023

*Place Notary Seal and/or Stamp Above*

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature _____
*Signature of Notary Public*

**OPTIONAL**

*Completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document.*

**Description of Attached Document**
Title or Type of Document: C/O South Gate Bid Bond
Document Date: April 14th, 2020 Number of Pages: 2
Signer(s) Other Than Named Above: none

**Capacity(ies) Claimed by Signer(s)**

| Signer's Name: Jose Salazar | Signer's Name: |
|---|---|
| ☑ Corporate Officer – Title(s): President | ☐ Corporate Officer – Title(s): |
| ☐ Partner – ☐ Limited ☐ General | ☐ Partner – ☐ Limited ☐ General |
| ☐ Individual ☐ Attorney in Fact | ☐ Individual ☐ Attorney in Fact |
| ☐ Trustee ☐ Guardian or Conservator | ☐ Trustee ☐ Guardian or Conservator |
| ☐ Other: | ☐ Other: |
| Signer is Representing: J.A. Salazar IV | Signer is Representing: |

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## NON-COLLUSION AFFIDAVIT

Jose Salazar being first duly sworn, deposes and says that he is President of (sole owner, a partner, president, etc.) J.A. Salazar Construction + Supply Corp the party making the foregoing bid, that such bid is not made in the interest of or behalf of any undisclosed person, partnership, company, association, organization or corporation, that such bid is genuine and not collusive or sham, that said bidder has not directly or indirectly induced or solicited any other bidder to put in a false or sham bid, and has not directly or indirectly colluded, conspired, connived or agreed with any bidder or anyone else to put in a sham bid, or that anyone shall refrain from bidding, that said bidder has not in any manner, directly or indirectly, sought by agreements, communication or conference with anyone to fix the bid price of said bidder or of any other bidder, or to fix the overhead, profit or cost element of such bid price, or of that of any other bidder, or to secure any advantage against the public body awarding the Contract or anyone interested in the proposed Contract; that all statements contained in such bid are true and, further, that said bidder has not, directly or indirectly, submitted his bid price, or any breakdown thereof, or the contents thereof, or divulged information or data relative thereto, or paid and will not pay any fee in connection therewith to any corporation, partnership, company, association, organization, bid depository or to any member or agent thereof, or to any other individual, except to such person or persons as have a partnership or other financial interest with said bidder in their general business.

Signed _____

President

Title

STATE OF CALIFORNIA

COUNTY OF LOS ANGELES

On April 14th, 2024, before me, Rachel A. Jimenez, Notary Public, personally appeared Jose Salazar, who proved to me on the basis of satisfactory evidence to be the person~~(s)~~ whose name~~(s)~~ is~~/are~~ subscribed to the within instrument and acknowledged to me that he~~/she/they~~ executed the same in his~~/her/their~~ authorized capacity~~(ies),~~ and that by his~~/her/their~~ signature~~(s)~~ on the instrument the person~~(s),~~ or the entity upon behalf of which the person~~(s)~~ acted, executed the instrument.

I certify UNDER PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

RACHEL A. JIMENEZ Comm. #2497267 Notary Public NNA1 CALIFORNIA Los Angeles County My Comm. Exp. Aug 11, 2028

_____
Notary Public

**STATEMENT ACKNOWLEDGING PENAL AND CIVIL PENALTIES CONCERNING THE CONTRACTORS' LICENSING LAWS**

[Business & Professions Code § 7028.15]
[Public Contact Code § 20103.5]

I, the undersigned certify that I am aware of the following provisions of California law and that or entity on whose behalf this certification is given, hold a currently valid California contractor's license as set forth below:

Business & Professions Code § 7028.15:

a. **It is a misdemeanor for any person to submit a bid to a public agency in order to engage in the business or act in the capacity of a contractor with in this state without having a license therefor**, except in any of the following cases:

(1) The person is particularly exempted from this chapter.
(2) The bid is submitted on a state project governed by Section 10164 of the Public Contract Code or on any local agency project governed by Section 20104 [now § 20103.5] of the Public Contract Code.

b. If a person has been previously convicted of the offense described in this section, the court shall impose a fine of 20 percent of the price of the contract under which the unlicensed person performed contracting work or four thousand five hundred dollars ($4,500), whichever is greater, or imprisonment in the county jail for not less than 10 days nor more than six months, or both.

In the event the person performing the contracting work has agreed to furnish materials and labor on an hourly basis, "the price of the contract" for the purposes of this subdivision means the aggregate sum of the cost of materials and labor furnished and the cost of completing the work to be performed.

c. This section shall not apply to a joint venture license as required by Section 7029.1. However, at the time of making a bid as a joint venture each person submitting the bid shall be subject to this section with respect to his or her individual licensure.

d. This section shall not affect the right or liability of a licensed architect, land surveyor, or registered professional engineer to form joint ventures with licensed contractors to render services within the scope of their respective practices.

e. Unless one of the foregoing exceptions applies a bid submitted to a public agency by a contractor who is not licensed in accordance with this chapter shall be considered non-responsive and shall be rejected by the public agency. Unless one of the forgoing exceptions applies, a local public agency shall, before awarding a contract or issuing a purchase order, verify that the contractor was properly licensed when the contractor submitted the bid. Notwithstanding any other provision of law, unless one of the foregoing exceptions applies, the registrar may issue a citation to

any public officer or employee of a public entity who knowingly awards a contract or issues a purchase order to a contractor who is not licensed pursuant to this chapter. The amount of civil penalties, appeal, and finality of such citations shall be subject to Sections 7028.7 to 7028.13, inclusive. **Any contract awarded to, or any purchase order issued to, a contractor who is not licensed pursuant to this chapter is void.**

f. Any compliance or non compliance with subdivision (e) of this section, as added by Chapter 863 of the Statutes of 1989, shall not invalidate any contract or bid awarded by a public agency during which time that subdivision was in effect.

g. A public employee or official shall not be subject to a citation pursuant to this section if the public employee, officer or employing agency made an inquiry to the board for the purpose of verifying the license status of any person or contractor and the board failed to respond to the inquiry within three business days. For purposes of this section a telephone response by the board shall be deemed sufficient.

Public Contract Code § 20103.5:

In all contracts subject to this part where federal funds are involved, no bid submitted shall be invalidated by the failure of the bidder to be licensed in accordance with the laws of this state. However, at the time the Contract is awarded, the Contractor shall be properly licensed in accordance with the laws of this state. The first payment for work or material under any contract shall not be made unless and until the Registrar of Contractors verifies to the agency that the records of the Contractors' State License Board indicate that the contractor was properly licensed at the time the contract was awarded. Any bidder or contractor not so licensed shall be subject to all legal penalties imposed by law, including, but not limited to, any appropriate disciplinary action by the Contractors' State license Board. The agency shall include a statement to that effect in the standard form of pre-qualification questionnaire and financial statement. **Failure of the bidder to obtain proper and adequate licensing for an award of a contract shall constitute a failure to execute the contract and shall result in the forfeiture of the security of the bidder.**

License No.: 743587 Class: A, C34, C36 Expiration date: 5/31/26

Date: 4/15/26 Signature _____

CA

State of California
Department of
Industrial Relations

eCPR Public Search | Log in

Public Works Support

Contractors

Projects

Register

Home > Customer Account Lookup > 1

1

## Customer Account Lookup

Name

1

Customer Account

J. A. SALAZAR CONSTRUCTION AND SUPPLY CO

Type

Contractor

Website

(empty)

Email

jesse@jas-cs.com

Address 1

613 N. HARBOR BLVD.

Address_2

City

LA HABRA

State

CA

Zip

90631

Contractor Status

DIR Approved

CSLB

Legal Name

J. A. SALAZAR CONSTRUCTION AND SUPPLY CO

Business Structure

-- None --

Business Phone

5626913647

Registration Number

President

jose salazar

PWCR

1000005824

Registration Start Date

2024-07-01

Registration End Date

2025-06-30

Doing Business As (DBA)

Crafts

Legacy Registration Date

2024-07-01

Legacy Registration Expiration

2026-06-30

## Related Lists

Historical Registration Dates (1)

Terms & Conditions
Privacy Policy
Disclaimer
Nondiscrimination Notice
Accessibility
dir.ca.gov

Copyright 2024 State of California

## Certified Profile

CLOSE WINDOW

Print

### Business & Contact Information

| | |
|---|---|
| BUSINESS NAME | **J.A. Salazar Construction & Supply Corp.** |
| OWNER | **Jose A Salazar** |
| ADDRESS | **613 N. Harbor Blvd.**<br>**La Habra, CA 90631 [map]** |
| PHONE | **562-691-3647** |
| FAX | **562-691-1092** |
| EMAIL | **alexis@jas-cs.com** |
| ETHNICITY | **Hispanic American** |
| GENDER | **Male** |

### Certification Information

| | |
|---|---|
| CERTIFYING AGENCY | **Supplier Clearinghouse** |
| CERTIFICATION TYPE | **MBE - Minority Business Enterprise** |
| EXPIRATION DATE | **5/8/2026** |
| CERTIFIED BUSINESS DESCRIPTION | **Installation of underground utilities (i.e.,water main storm drain. Sewer main)** |

### Commodity Codes

| Code | Description |
|---|---|
| SIC 1623 | Water, Sewer and Pipelines |
| NAICS 221310 | Water Supply and Irrigation Systems |
| NAICS 237110 | Water and Sewer Line and Related Structures Construction |
| SIC 1623 | Water, Sewer, Pipeline, and Communications and Power Line Construction |

CONTRACTORS STATE LICENSE BOARD

# Contractor's License Detail for License # 743587

**DISCLAIMER: A license status check provides information taken from the CSLB license database. Before relying on this information, you should be aware of the following limitations.**

- CSLB complaint disclosure is restricted by law ( B&P 7124.6 ) If this entity is subject to public complaint disclosure click on link that will appear below for more information. Click here for a definition of disclosable actions.
- Only construction related civil judgments reported to CSLB are disclosed ( B&P 7071.17 ).
- Arbitrations are not listed unless the contractor fails to comply with the terms.
- Due to workload, there may be relevant information that has not yet been entered into the board's license database.

Data current as of 4/16/2026 8:48:35 AM

## Business Information

J A SALAZAR CONSTRUCTION AND SUPPLY CORPORATION
613 N HARBOR BLVD
LA HABRA, CA 90631
Business Phone Number:(562) 691-3647

**Entity** Corporation
**Issue Date** 12/08/1997
**Reissue Date** 05/13/2002
**Expire Date** **05/31/2028**

## License Status

**This license is current and active.**

**All information below should be reviewed.**

## Classifications

- A - GENERAL ENGINEERING
- C34 - PIPELINE
- C36 - PLUMBING

## Bonding Information

Contractor's Bond

This license filed a Contractor's Bond with FIRST NATIONAL INSURANCE COMPANY OF AMERICA .
**Bond Number:** 6634364
**Bond Amount:** $25,000
**Effective Date:** 01/01/2023
Contractor's Bond History

Bond of Qualifying Individual

The qualifying individual JOSE JESUS SALAZAR certified that he/she owns 10 percent or more of the voting stock/membership interest of this company; therefore, the Bond of Qualifying Individual is not required.
**Effective Date:** 07/15/2019
BQI's Bond History

## Workers' Compensation

This license has workers compensation insurance with the ZURICH AMERICAN INSURANCE COMPANY OF ILLINOIS
**Policy Number:**WC180214400
**Effective Date:** 04/01/2026
**Expire Date:** 04/01/2027
Workers' Compensation History

**Workers' compensation classification code(s):**
8810 - Clerical Office Employees
6316 - Description Unavailable
6315 - Description Unavailable

For a description of the workers' compensation classification code(s) listed for this licensee, contact the licensee's insurance carrier. Contact information for the licensee's insurer is available by clicking the insurer link above. Classification codes are also available on the Workers' Compensation Insurance Rating Bureau's classification search page.

**The board does not verify or investigate the accuracy of classification codes displayed.**

## Miscellaneous Information

- 05/13/2002 - LICENSE REISSUED TO ANOTHER ENTITY

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**ATTACHMENT "A"**


**J.A. SALAZAR CONSTRUCTION & SUPPLY CORP**
GENERAL ENGINEERING CONTRACTOR
License No. A743587
613 N. Harbor Blvd
La Habra CA 90631
Tel (562) 691-3647 ~ Fax (562) 691-1092


## CURRENT & COMPLETED PROJECTS

| Date Completed | Job Description | Agency | Address | Contact | Phone # | Email | Contract $ |
|---|---|---|---|---|---|---|---|
| 9/30/2019 | 9355 Culver Blvd., Culver City | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Linda Cunningham | 562-907-9200 ext. 408 | LindaCunningham@gswater.com | $ 14,737.00 |
| 7/22/2020 | Quadrant 1.1 | City of Chino | 13220 Central Ave, Chino, CA 91710 | Kevin Alamolhoda | (909) 334-3250 | kalamolhoda@cityofchino.org | $ 2,613,606.00 |
| 9/13/2019 | 3030 La Cienega Dr., Culver City | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Linda Cunningham | 562-907-9200 ext. 408 | LindaCunningham@gswater.com | $ 71,280.00 |
| 10/24/2019 | 15242 Eastwood Ave., Lawndale | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Conde Ventura | (310) 436-6950 | conde.ventura@gswater.com | $ 64,400.00 |
| 2/7/2020 | Marquardt 16" Relocation | Santa Fe Springs | 11710 Telegraph Rd., Santa Fe Springs, CA 90670 | Robert Garcia | (562) 868-0511 E | robertgarcia@santafesprings.org | $ 97,732.53 |
| 10/1/2020 | Chestnut Drive | City of Norco | 2870 Clark Ave., Norco, CA 92860 | Sam Nelson | (951) 270-5677 | Sam Nelson <snelson@ci.norco.ca.us> | $ 434,412.00 |
| 11/9/2020 | 8888 Washington Blvd., Culver City | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Linda Cunningham | 562-907-9200 ext. 408 | LindaCunningham@gswater.com | $ 75,631.66 |
| 10/20/2020 | 12623 Norwalk Blvd. Norwalk | Golden State Water Company | 2143 Convention Center Way #110, Ontario CA 91764 | Johana Perez | (562) 907-9200 x405 | Johana.Perez@gswater.com | $ 38,195.00 |
| 10/6/2020 | 215 S. Hillward, West Covina | Suburban Water | 1325 N. Grand Ave., Suite 100, Covina, CA 91724 | Steven Beard | (626) 824-0738 | sbeard@swwc.com | $ 5,350.00 |
| 11/9/2020 | 4234 Sawtelle, Culver City | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Linda Cunningham | 562-907-9200 ext. 408 | LindaCunningham@gswater.com | $ 21,800.00 |
| 1/5/2021 | Charter Oak, Glendora | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Grace Shin | | Grace.Shin@gswater.com | $ 43,720.00 |
| 2/9/2021 | 13344 S. Main St., Los Angeles | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Michelle Kawato | | Michelle.Kawato@gswater.com | $ 210,300.00 |
| 1/22/2021 | 905 El Segundo,. Los Angeles | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Conde Ventura | (310) 436-6950 | conde.ventura@gswater.com | $ 64,040.00 |
| 1/22/2021 | 21225 Bloomfield, Lakewood | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Johana Perez | (562) 907-9200 x405 | Johana.Perez@gswater.com | $ 16,946.00 |
| 1/22/2021 | 6181 W Centinela, Culver City | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Linda Cunningham | 562-907-9200 ext. 408 | LindaCunningham@gswater.com | $ 86,340.00 |
| | 3900 W. Century Blvd., Inglewood | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Lucie Garza | 310-436-6950 x112 | Lucie.Garza@gswater.com | $ 17,750.00 |
| | 8681 Katella Ave., Stanton | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Kerwin Fujikami | (714) 535-7711 ex 264 | kerwin.fujikami@gswater.com | $ 41,895.00 |
| 3/23/2021 | 12515 Cerise Ave., Hawthorne | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Conde Ventura | (310) 436-6950 | conde.ventura@gswater.com | $ 128,649.20 |
| 3/4/2021 | 11311 Hawthorne Blvd., Hawthorne | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Conde Ventura | (310) 436-6950 | conde.ventura@gswater.com | $ 30,380.00 |
| | Firmona Ave Area Main | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | | | | $ 1,322,480.00 |

# J.A. SALAZAR CONSTRUCTION & SUPPLY CORP

GENERAL ENGINEERING CONTRACTOR
License No. A743587
613 N. Harbor Blvd
La Habra CA 90631
Tel (562) 691-3647 ~ Fax (562) 691-1092

**ATTACHMENT "A"**

## CURRENT & COMPLETED PROJECTS

| Date Completed | Job Description | Agency | Address | Contact | Phone # | Email | Contract $ |
|---|---|---|---|---|---|---|---|
| 4/9/2021 | 8627 Juniper St., LA County | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Mo Jahromi | (562) 907-9200 x426 | MJahromi@gswater.com | $ 43,200.00 |
| 4/8/2021 | 2063 W. Redondo Beach, Gardena | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Michelle Kawato | | Michelle.Kawato@gswater.com | $ 28,400.00 |
| 3/26/2021 | 4251 E Live Oak, County of LA | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Grace Shin | | Grace.Shin@gswater.com | $ 41,260.00 |
| 2/12/2021 | 10871 Western Ave., Stanton | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Kerwin Fujikami | (714) 535-7711 ex 264 | kerwin.fujikami@gswater.com | $ 64,400.00 |
| | Bonavista and Marquardt Area Main | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Sarah Taylor | (562) 907-9200 x437 | Sarah.Taylor@gswater.com | $ 330,000.00 |
| 3/3/2021 | 13128 Putnam Dr., Walnut | Suburban Water | 1325 N. Grand Ave., Suite 100, Covina, CA 91724 | Steven Beard | (626) 824-0738 | sbeard@swwc.com | $ 7,100.00 |
| 3/29/2021 | 780 Francesca Dr., Walnut | Suburban Water | 1325 N. Grand Ave., Suite 100, Covina, CA 91724 | Steven Beard | (626) 824-0738 | sbeard@swwc.com | $ 22,000.00 |
| | 14220 S. Main St., County of LA | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Michelle Kawato | | Michelle.Kawato@gswater.com | $ 97,850.00 |
| 4/16/2021 | 8001 Santa Fe Ave., County of LA | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Mo Jahromi | (562) 907-9200 x426 | MJahromi@gswater.com | $ 16,700.00 |
| 4/16/2021 | 16407 S. Normandie, Gardena | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Michelle Kawato | | Michelle.Kawato@gswater.com | $ 28,900.00 |
| | 159 E. Rosecrans, LA County | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | | | | $ 117,780.00 |
| | 16809 Pioneer Blvd., Artesia | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | | | | $ 13,950.00 |
| | 3961 Tilden, Culver City | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | | | | $ 43,950.00 |
| | 2200 Nadeau St., Los Angeles | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | | | | $ 97,000.00 |
| | Greenworth and Gandara, La Mirada | Suburban Water | 1325 N. Grand Ave., Suite 100, Covina, CA 91724 | Steven Beard | (626) 824-0738 | sbeard@swwc.com | $ 24,600.00 |
| | Long Beach Blvd Water Service Lateral | City of South Gate | 8650 California Ave., South Gate, CA | | | | $ 1,275,200.00 |
| | Wilson Street Pipeline | Mesa Water District | 1965 Placentia Ave., Costa Mesa, CA | | | | $ 1,997,439.00 |
| | Sepulveda Crossing | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Linda Cunningham | 562-907-9200 ext. 408 | LindaCunningham@gswater.com | $ 157,360.00 |
| | Willow Channel Crossing | Suburban Water Company | 1325 N. Grand Ave., Suite 100, Covina, CA 91724 | Warjay Naigan | 626.543.2672 | wnaigan@swwc.com | $ 190,151.00 |
| | El Segundo Area Main | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Conde Ventura | (310) 436-6950 | conde.ventura@gswater.com | $ 683,525.00 |

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La Habra CA 90631
Tel (562) 691-3647 ~ Fax (562) 691-1092

**ATTACHMENT "A"**

## CURRENT & COMPLETED PROJECTS

| Date Completed | Job Description | Agency | Address | Contact | Phone # | Email | Contract $ |
|---|---|---|---|---|---|---|---|
| | Murray Lane Replacement | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Reyes Cervantes | 562.204.3108 | Reyes.Cervantes@gswater.com | $ 793,600.00 |
| | Design Build Bradford Plant | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Reyes Cervantes | 562.204.3108 | Reyes.Cervantes@gswater.com | $ 253,650.00 |
| | State Street Pipeline Project | Monte Vista Water District | 10575 Central Ave Montclair CA 91763 | Bill Schwartz | 909.267.2113 | bschwartz@mvwd.org | $ 3,147,551.00 |
| | Praire Between Hardy and Manchester | City of Inglewood | One Manchester Blvd, Inglewood CA 90301 | Thomas Lee | 310-412-5333 ext. 5611 | tlee@cityofinglewood.org | $ 5,943,750.00 |
| | AMR-AMI Phase IV | City of South Gate | | Derwin Dy | (323) 563-5769 | Derwin Dy <ddy@sogate.org> | $ 1,608,555.00 |
| | S. ATLANTIC BLVD AND S. GARFIELD AVE PHASE VI WATER MAIN IMPROVEMENTS | City of Monterey Park | | Mazboudi, Ziad | | zmazboudi@MontereyPark.ca.gov | $ 3,467,275.00 |
| | Malone Secondary Feeder | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Harrison Nguyen | 657.315.3711 | Harrison.Nguyen@gswater.com | $ 188,400.00 |
| | Crescent Ave Secondary Feeder Line | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Ahmed Guerro | (949) 781-7402 | Ahmed.Guerrero@gswater.com | $ 724,100.00 |
| | Doty Plant Transmission Main | Golden State Water Company | 160 E. Via Verde. Ste 100 San Dimas, CA | Brandon Thamr | 310.701.2500 | Brandon.Thammavong@gswater.com | $ 1,264,300.00 |
| | Saddlecrest Reservoir Inlet Pipeline | Trabuco Canyon Water Dist. | 160 E. Via Verde. Ste 100 San Dimas, CA | | | | $ 172,720.00 |

**Attachment C**
**Agenda Bill 6/09/26**

Add legend



# NOTICE OF EXEMPTION

**TO:** County Clerk/Registrar-Recorder
County of Los Angeles
Environmental Filings
12400 E. Imperial Hwy
Norwalk, CA 90650

**FROM:** Public Works Department
City of South Gate
8650 California Avenue
South Gate, CA 90280-3075

**Project Title and Location (including county):**

**South Gate Park Wells Reservoir Interconnection - City Project No. 746-WTR.**

**Project location:** The project is located at South Gate Park in the City of South Gate.

**Project Description:** Installation of bypass line between distribution line and reservoir.

**Name of Public Agency Approving Project:**
City of South Gate - Public Works Department

**Name of Person/Agency Carrying Out Project:**
Arturo Cervantes, P.E., Assistant City Manager/Director of Public Works - City of South Gate

**Exempt Status:** (Check one)

- ☐ Ministerial (Sec. 21080 (b) (1); 15268);
- ☐ Declared Emergency (Sec. 21080 (b) (3); 15269(a));
- ☐ Emergency Project (Sec. 21080 (b) (4); 15269(b) (c));
- ☐ Emergency Project (Sec. 21080 (b) (4); 15269(b) (c));
- ☒ Categorical Exemption: Section: 15301 Class: 1(b)
- ☐ Statutory Exemption: Section: _____ Class: _____

**Reasons why project is exempt:**
This project is Categorically Exempt under Existing Facilities Section 15301 Class 1(b) for minor public utility pipeline modification.

**Lead Agency Contact Person and Phone Number:**
Arturo Cervantes, P.E., Assistant City Manager/Director of Public Works - City of South Gate
323-357-9567 acervantes@sogate.org

**Prepared and filed by the South Gate Public Works Department by:**

| | Arturo Cervantes, P.E., Assistant City Manager/Director of Public Works | |
|---|---|---|
| **Signature** | **Printed Name and Title** | **Date** |

Office of the
South Gate City Clerk

JUN - 4 2026

FILED
1:38pm

# Item No. 12

# *City of South Gate*
## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Public Works**

***Department Director:*** *Arturo Cervantes* ***City Manager:*** *Rob Houston*

**SUBJECT: NOTICE OF COMPLETION FOR THE AUTOMATIC METER READING UPGRADE, PHASE IV, CITY PROJECT NO. 685-WTR**

**PURPOSE:** Construction of the Project is completed and the retention payment to the contractor is due. Section 7107 of the Public Contract Code requires the City to accept completion of the Project and issue public notice of such, prior to releasing the retention payment.

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Approving Deductive Change Order No. 1 to Contract No. 2025-02-CC with JA Salazar Construction & Supply Corporation for the Automatic Meter Reading ("AMR") Upgrade, Phase IV, City Project No. 685-WTR, reducing the contract amount by $112,145;
b. Authorizing the City Manager to execute Deductive Change Order No. 1 to Contract No. 2025-02-CC;
c. Accepting completion of the Automatic Meter Reading ("AMR") Upgrade, Phase IV, City Project No. 685-WTR by JA Salazar Construction & Supply Corporation, effective October 31, 2025; and
d. Directing the City Clerk to file a Notice of Completion with Los Angeles County Registrar Recorder's Office.

**FISCAL IMPACT:** There is no impact to the General Fund. Deductive Change Order No. 1 to Contract No. 2025-02-CC decreases the overall construction cost by $112,145. The final construction contract amount was $1,496,409, and it was fully funded with Water Funds.

**ANALYSIS:** Construction of the Automatic Meter Reading ("AMR") Upgrade, Phase IV Project is complete. The project replaced aging water meters with AMR meters within Meter Route Cycle 3 located on the west side of the City. During construction, staff determined that certain meters, transmitters, and meter boxes identified in the original bid schedule did not require replacement or installation. As a result, the final quantities installed were less than originally anticipated, resulting in a reduction to the final contract amount reflected in Change Order No. 1.

Construction and installation activities were completed in October 2025, and all remaining unused materials were delivered in April 2026, allowing staff to finalize quantities and reconcile the contract amount. With the work now complete, staff are preparing to release the final retention payment to JA Salazar Construction & Supply Corporation. Pursuant to the California Public Contract Code, the City must first file a Notice of Completion, which formally notifies concerned parties that the project has been completed and initiates the required 35-day lien period. If no liens or claims are filed during that period, the City will release the retention payment and any remaining amount due under the contract.

**BACKGROUND:** The City's water system is equipped with more than 14,000 water meters, of which over 5,885 have been converted to AMR technology as part of the City's ongoing water infrastructure modernization efforts. The AMR Upgrade, Phase IV Project signifies completion of another major phase of the City's AMR conversion program and included the replacement of more than 1,700 aging water meters within Meter Route Cycle 3 on the west side of the City. The upgraded AMR system improves meter reading efficiency, enhances water usage monitoring capabilities, reduces manual labor requirements, and supports more accurate and timely water billing services for residents and businesses.

On January 14, 2025, the City Council approved an Agreement with JA Salazar Construction & Supply Corporation for the construction of the AMR Upgrade, Phase IV, City Project No. 685-WTR, in the amount of $1,608,555. The project included the replacement of approximately 1,730 water meters with AMR meters to improve operational efficiency and modernize the City's water meter reading system.

JA Salazar Construction & Supply Corporation successfully completed the project in October 2025. Following completion of the work and reconciliation of final installed quantities, staff determined that certain meters, transmitters, and meter boxes were not needed for installation. Accordingly, Deductive Change Order No. 1 to Contract No. 2025-02-CC reduces the contract amount by $112,145 resulting in a revised contract amount of $1,496,409.

The City Council may now accept the Project as complete. The Notice of Completion can now be filed with the Los Angeles County Registrar Recorder's Office.

**ATTACHMENTS:** A. Deductive Change Order No. 1
B. Notice of Completion
C. Contract No. 2025-02-CC

DD:ky

City of South Gate, Public Works Department

# Contract Change Order

Date: **05/5/2026** Change Order No. **01** Account No. **411-731-71-9593**

Contractor: **JA Salazar Construction & Supply Corp** Contract No. **2025-02-CC**

Contract Date: **1/14/2025** Account Code

Plan Reference : **AUTOMATIC WATER METER (AMR) UPGRADE PHASE IV, CITY PROJECT NO. 685-WTR**

Change Order Amount :-$ 112,145.89 Extension of Contract: None

Reason for Change: **The overall change order is deduct to the contract. There were tasks that were not needed to be performed so the overall change order was a deduct.**

Description of Change:

There were extra meters and meters and boxes that were not replaced.

| | |
|---|---|
| Original Contract Amount | $ 1,608,555.00 |
| Total of previous authorized Change Orders | $ - |
| New Change Order Amount | $ (112,145.89) |
| New Contract Amount | $ 1,496,409.11 |

**The Changes described above are hereby authorized.**

Approved: May 5, 2026.

Derwin Dy; Project Manager

Contractor: JA Salazar Construction & Supply Corp

Assistant City Manager/Director of Public Works
Arturo Cervantes, P.E.

City Manager; Rob Houston Date

Original - Project File
CC: - Contractor/Consultant
- Department

CITY OF SOUTH GATE
PUBLIC WORKS DEPARTMENT

# CONTRACT/PO CHANGE ORDER

CHANGE ORDER #: Final
CITY PROJECT #: 685-WTR
PROJECT TITLE: AMI/AMR REPLACEMENT PHASE IV
PURCHASE ORDER #:
CONTRACT #:
CHANGE REQUESTED BY: Derwin Dy
CONTRACTOR: JA Salazar
DATE OF REPORT: 4/27/2026

| | Cost | Calendar Days |
|---|---|---|
| Original contract/PO amount: | $1,608,555.00 | |
| Previous Change Orders amount: | $0.00 | |
| This Change Order amount: | -$112,145.89 | 0 |
| Total decrease to contract (all change orders) to date: | -$112,145.89 | 0 |
| Revised total contract amount: | $1,496,409.11 | |
| Percentage of total increase (or decrease) to contract amount to date: | -7.0% | |

**DESCRIPTION OF CHANGE ORDER WORK TO BE PERFORMED, ESTIMATE OF QUANTITIES, AND PRICES TO BE PAID:**

Change in Bid item Quantities

| Item # | Detailed description | Contract Quantity | Previous Change Orders Quantity | THIS Change Orders Quantity | Total Adjusted Contract Quantity | Unit | Unit Cost | Change Order Cost | Time Extension Working Days |
|---|---|---|---|---|---|---|---|---|---|
| 1 | Remove existing meter, and furnish and install new ¾ inch meter and AMR/AMI cellular transmitter. | 1320 | 0 | -64 | 1256 | EA | $652.00 | -$41,728.00 | 0 |
| 2 | Remove existing meter, and furnish and install new 1 inch meter and AMR/AMI cellular transmitter. | 290 | 0 | -24 | 266 | EA | $761.00 | -$18,264.00 | 0 |
| 3 | Remove existing meter, and furnish and install new 1 1/2" inch meter and AMR/AMI cellular transmitter. | 65 | 0 | -18 | 47 | EA | $1,672.00 | -$30,096.00 | 0 |
| 4 | Remove existing meter, and furnish and install new 2" inch meter and AMR/AMI cellular transmitter. | 55 | 0 | -24 | 31 | EA | $1,959.00 | -$47,016.00 | |
| 5 | Replace customer side connector up to 2-foot of piping for ¾" and 1" meters complete. | 50 | 0 | -20 | 30 | EA | $1,800.00 | -$36,000.00 | |
| 6 | Replace customer side connector up to 2- foot of piping for 1-1/2" and 2" meters complete | 20 | 0 | -17 | 3 | EA | $1,800.00 | -$30,600.00 | |
| 7 | Replace up to 8 square feet of 6-inch thick concrete around meter boxes | 20 | 0 | -17 | 3 | EA | $1,500.00 | -$25,500.00 | |
| 9 | Remove existing meter, and furnish and install new 4-inch ultrasonic meter including AMR/AMI cellular transmitter complete. | 4 | 0 | -1 | 3 | EA | $6,500.00 | -$6,500.00 | |
| 10 | Replace existing meter box and lid of existing ¾" and 1" meters complete. | 200 | 0 | -103 | 97 | EA | $385.00 | -$39,655.00 | |
| 11 | Replace existing meter box and lid of existing 1-1/2" and 2" meters complete. | 50 | 0 | -50 | 0 | EA | $440.00 | -$22,000.00 | |
| 12 | Replace lid only, ¾" and 1" meter box. | 120 | 0 | -120 | 0 | EA | $150.00 | -$18,000.00 | |
| 13 | Replace lid only, 1-1/2" and 2" meters box. | 40 | 0 | -40 | 0 | EA | $250.00 | -$10,000.00 | |

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Furnish 3/4" Meters | 0 | 0 | 64 | 64 | EA | $300.18 | $19,211.52 | |
| | Furnish 1" Meters | 0 | 0 | 24 | 24 | EA | $406.55 | $9,757.20 | |
| | Furnish 1 1/2"" Meters | 0 | 0 | 18 | 18 | EA | $721.89 | $12,994.02 | |
| | Furnish 2" Meters | 0 | 0 | 24 | 24 | EA | $997.66 | $23,943.84 | |
| | Furnish 4" Meters | 0 | 0 | 1 | 1 | EA | $3,614.42 | $3,614.42 | |
| | Furnish 1" Meter Boxes | 0 | 0 | 103 | 103 | EA | $217.92 | $22,445.76 | |
| | Furnish 2" Meter Boxes | 0 | 0 | 50 | 50 | EA | $275.91 | $13,795.50 | |
| | Furnish 1" Meter Box Lids | 0 | 0 | 223 | 223 | EA | $172.18 | $38,396.14 | |
| | Furnish 2" Meter Box Lids | 0 | 0 | 50 | 50 | EA | $209.75 | $10,487.50 | |
| | Furnish Itron AMR/AMI Cellular Endpoints | 0 | 0 | 187 | 187 | EA | $223.99 | $41,886.13 | |
| | CFG Pit Through the Lid Mounting Kit | 0 | 0 | 1734 | 1734 | EA | $9.62 | $16,681.08 | |
| | | | | | | | | | |
| | | | | | | | Total Cost: | -$112,145.89 | 0 |

**THE TOTAL AMOUNT OF THIS CHANGE ORDER IS: -$112,145.89**

Approval Recommended by: _____ Date: 5/7/06
Derwin Dy, P.E., Water Resources & Development Division Manager

Approved by: _____ Date: _____
Arturo Cervantes, P.E., Assistant City Manager/Director of Public Works

Approved by: _____ Date: _____
Luis Prausto, Director of Administrative Services

## Badger Meters

| Size | Qty | Price | 10.75% Tax | 15% Mark Up | With Tax and Markup | Total |
|---|---|---|---|---|---|---|
| 3/4" | 64 | $238.71 | $25.66 | $35.81 | $300.18 | $19,211.38 |
| 1" | 24 | $323.38 | $34.76 | $48.51 | $406.65 | $9,759.61 |
| 1-1/2" | 18 | $574.07 | $61.71 | $86.11 | $721.89 | $12,994.07 |
| 2" | 24 | $793.37 | $85.29 | $119.01 | $997.66 | $23,943.91 |
| 4" | 1 | $2,874.29 | $308.99 | $431.14 | $3,614.42 | $3,614.42 |
| | | | | | Total | $69,523.39 |

## Itron

| Qty | Freight | Price | 10.75% Tax | 15% Mark Up | With Tax and Markup | Total |
|---|---|---|---|---|---|---|
| 187 | $1.44 | $176.98 | $19.03 | $26.55 | $223.99 | $41,886.90 |
| 1734 | $1.44 | $6.50 | $0.70 | $0.98 | $9.62 | $16,673.28 |
| | | | | Per Unit | Total | $58,560.18 |
| | Freight | $2,500.00 | 1734 | $1.44 | | |

## Meter Boxes

| Size | Qty | Price | 10.75% Tax | 15% Mark Up | With Tax and Markup | Total |
|---|---|---|---|---|---|---|
| 1" Box | 103 | $173.30 | $18.63 | $26.00 | $217.92 | $22,446.25 |
| 2" Box | 50 | $219.41 | $23.59 | $32.91 | $275.91 | $13,795.50 |
| 1" Lid | 223 | $136.92 | $14.72 | $20.54 | $172.18 | $38,395.45 |
| 2" Lid | 150 | $166.80 | $17.93 | $25.02 | $209.75 | $10,407.50 |
| | | | | | Total | $85,194.90 |

| | | | | | | |
|---|---|---|---|---|---|---|
| 2" TRANSITION CPLG IPS X CTS | *1* | EA | $ | 79.80 | | |
| 1-1/2" CTS CPLG | *1* | EA | $ | 99.50 | | |
| 2" CTS CPLG | *1* | EA | $ | 134.38 | | |

**BID ITEM #7 - #8**
NO BID, BY OTHERS

****OPTIONAL BID ITEMS****

**BID ITEM #9 4" METER**
**TWO LAY LENGTHS AVAILABLE, EXISTING UNKNOWN**

| | | | | | | |
|---|---|---|---|---|---|---|
| 4" BADGER METER W/ AMR/AMI TRANSMITTER 14" | *4* | EA | $ | 3,123.99 | | $ *12,495.96* |
| 4" BADGER METER W/ AMR/AMI TRANSMITTER 20" | *4* | EA | $ | 3,166.00 | * | $ *12,664.00* |
| ITRON 500W ASSEMBLY COMPLETE | *4* | EA | $ | 200.87 | | $ *803.48* |
| 4" BNG SET | *8* | EA | $ | 19.00 | | $ *152.00* |
| | | | | | | **$ *13,619.48*** |

*SUBTOTAL IS ONLY WITH THE MORE EXPENSIVE METI

**BID ITEM #10 6" METER**
**TWO LAY LENGTHS AVAILABLE, EXISTING UNKNOWN**

| | | | | | | |
|---|---|---|---|---|---|---|
| 6" BADGER METER W/ AMR/AMI TRANSMITTER 18" | *2* | EA | $ | 4,700.90 | | $ *9,401.80* |
| 6" BADGER METER W/ AMR/AMI TRANSMITTER 24" | *2* | EA | $ | 4,972.10 | * | $ *9,944.20* |
| ITRON 500W ASSEMBLY COMPLETE | *2* | EA | $ | 200.87 | | $ *401.74* |
| 6" BNG SET | *4* | EA | $ | 24.00 | | $ *96.00* |
| | | | | | | **$ *10,441.94*** |

*SUBTOTAL IS ONLY WITH THE MORE EXPENSIVE METI

**BID ITEM #11 REPLACE EXISTING METER BOX AND LID**

| | | | | | |
|---|---|---|---|---|---|
| 13" X 24" POLYMER CONCRETE METER BOX | *300* | EA | $ | 173.30 | $ *51,990.00* |
| 13" X 24" POLYMER CONCRETE METER BOX COVER | *300* | EA | $ | 136.92 | $ *41,076.00* |
| | | | | | **$ *93,066.00*** |

**BID ITEM #12 REPLACE EXISTING METER BOX AND LID**

| | | | | | |
|---|---|---|---|---|---|
| 17" X 30" POLYMER CONCRETE METER BOX | *50* | EA | $ | 219.41 | $ *10,970.50* |
| 17" X 30" POLYMER CONCRETE METER BOX LID | *50* | EA | $ | 166.80 | $ *8,340.00* |
| | | | | | **$ *19,310.50*** |

**BID ITEM #13 REPLACE EXISTING LID ONLY**

| | | | | | |
|---|---|---|---|---|---|
| 13" X 24" POLYMER CONCRETE METER BOX LID | *100* | EA | $ | 173.30 | $ *17,330.00* |
| | | | | | **$ *17,330.00*** |

**BID ITEM #14 REPLACE EXISTING LID ONLY**

| | | | | | |
|---|---|---|---|---|---|
| 17" X 30" POLYMER CONCRETE METER BOX LID | *50* | EA | $ | 166.80 | $ *8,340.00* |
| | | | | | **$ *8,340.00*** |

| | | | | |
|---|---|---|---|---|
| | **SUB TOTAL** | | $ | *956,310.75* |
| *Rate Look-up* | **TAX** | **10.75%** | $ | *102,803.41* |
| | **TOTAL** | | **$** | **1,059,114.16** |

TAKEOFFS ARE AN INTERPRETATION OF SUBMITTED INFORMATION; FINAL RESPONSIBILITY FOR AMOUNT AND ACCURACY OF ITEMS BELONGS TO THE CUSTOMER
PRICES SUBJECT TO CHANGE AT ANYTIME

iFlow Inc.
2109 S. Wright St. Unit C
Santa Ana, CA 92705 US
8886511130
accounting@iflowinc.com
www.iflowinc.com

# Invoice

**BILL TO**
Jesse Bieber
J.A. Salazar Construction and Supply Corp
613 N. Harbor Blvd
La Habra, CA 90631

**SHIP TO**
Jesse Bieber
J.A. Salazar Construction and Supply Corp
10144 Shoemaker Ave
Santa Fe Springs, CA 90670

| INVOICE # | DATE | TOTAL DUE | DUE DATE | TERMS | ENCLOSED |
|---|---|---|---|---|---|
| 103902 | 09/17/2025 | $0.00 | 09/30/2025 | Prepay | |

**SHIP DATE**
09/17/2025

| DATE | | DESCRIPTION | QTY | RATE | AMOUNT |
|---|---|---|---|---|---|
| | ECW-1700-001 | 500W ERT AMR and AMI Capability | 1,734 | 176.98 | 306,883.32T |
| | CFG-1601-001 | CFG Pit through the lid mounting kit | 1,734 | 6.50 | 11,271.00T |

Credit Card payments will have a 3% processing fee.

Pay invoice

PAID

| | |
|---|---|
| SUBTOTAL | 318,154.32 |
| TAX | 34,201.59 |
| SHIPPING | 2,500.00 |
| TOTAL | 354,855.91 |
| PAYMENT | 354,855.91 |
| BALANCE DUE | **$0.00** |

Returns: All returns may be subject to a 25% restocking fee. An RMA number is needed before sending product for credit.

8

Badger Meter

Domestic Quotation
Quotation No. 3702408

Badger Meter Inc.
4545 W Brown Deer Road Milwaukee WI 53223
PO Box 245036 Milwaukee WI 53224-9536

To

Jesse Bieber

**Customer ID**

J.A. SALAZAR CONSTRUCTION & SUPPLY CORP
613 N HARBOE BLVD
LA HABRA
California , 90631

**Pricing Effective Dates:** 11-21-2024 - 05-22-2025

| Salesperson | Proposal Subject | Shipping Terms / INCO Terms | Payment Terms |
|---|---|---|---|
| 007384 Ryan Hylbak | LF35 7.5", LF55, LF120, LF170, E4 14", 20"/HRE-8/ILC 5'/ ARMOR/CF (PHASE IV/CITY OF SOUTH GATE) | FCA FACTORY | |

| Line # | Description | Qty | Unit Net Price USD | Line Totals USD |
|---|---|---|---|---|
| 1 | **BMI Part No.: 102-0447**<br>**Cat String**: DS-DBA-PB1P-XXD3-Y2-M1CC-2B2X1-8GD-NN-XX-C5-XX-B0A<br>**Description:**<br>Disc, M35 3/4"(7-1/2), Brz Btm 430SS-1, PL, (TS-135, SN Yr 9D & PBB, HR-E, 4CXN2 Itron, PL Lid/Shrd-GRY, Trx Scrw, Street read, 8D-0.01 FT3, SN YR 9D in & out, ILC w/CblAmr-5ft, BMI STD, 6 PAC | 1304 | 238.71 | 311,277.84 |
| 2 | **BMI Part No.: 103-8473**<br>**Cat String**: DS-JCA-PB1P-XXD3-Y2-M1CC-2B2X1-8GD-NN-XX-C5-XX-B0A<br>**Description:**<br>Disc, M55 1"(10-3/4), Brz Btm 430SS-1, PL, (TS-135, SN Yr 9D & PBB, HR-E, 4CXN2 Itron, PL Lid/Shrd-GRY, Trx Scrw, Street read, 8D-0.01 FT3, SN YR 9D in & out, ILC w/CblAmr-5ft, BMI STD, 4 PACK | 278 | 323.38 | 89,899.64 |
| 3 | **BMI Part No.: 103-4157**<br>**Cat String**: DS-NDA-PFAS-XXD3-Y2-M1CC-2B2X1-8HD-NN-XX-C5-XX-B0A<br>**Description:**<br>Disc, M120 1-1/2"-ELL Dr, 430SS, SS, (TS-135, SN Yr 9D & PBB, HR-E, 4CXN2 Itron, PL Lid/Shrd-GRY, Trx Scrw, Street read, 8D-0.1 FT3, SN YR 9D in & out, ILC w/CblAmr-5ft, BMI STD, 1 PACK, | 62 | 574.07 | 35,592.34 |
| 4 | **BMI Part No.: 103-4160**<br>**Cat String**: DS-REA-PFAS-XXD3-Y2-M1CC-2B2X1-8HD-NN-XX-C5-XX-B0A<br>**Description:**<br>Disc, M170 2"-ELL Dr, 430SS, SS, (TS-135, SN Yr 9D & PBB, HR-E, 4CXN2 Itron, PL Lid/Shrd-GRY, Trx Scrw, Street read, 8D-0.1 FT3, SN YR 9D in & out, ILC w/CblAmr-5ft, BMI STD, 1 PACK, | 46 | 793.37 | 36,495.02 |
| 5 | **BMI Part No.: 104-9393**<br>**Cat String**: EB-EGC-PXXP-E5-CC-19GD-E4Y2-XXC5-XX-B0A<br>**Description:**<br>E-Series B-Alloy, 4" RND(14), TP Prsr, Enc, 4CXN2 Itron, 9D-0.01 FT3, SN Yr 9D & PBB, ILC w/CblAmr-5ft, BMI STD, | 4 | 2,836.22 | 11,344.88 |

**Thank you for your business!**

Estimated ship dates subject to change based upon component availability, as a result of global supply chain constraints, or credit review.
This acknowledgment is made subject to the terms & conditions found on our web-site:
Terms and conditions related to service units, training, and professional services can be found here:

Badger Meter

Domestic Quotation
Quotation No. 3702408

| Line # | Description | Qty | Unit Net Price USD | Line Totals USD |
|---|---|---|---|---|
| 6 | **BMI Part No.: 105-9110**<br>**Cat String**: EB-EGD-PXXP-E5-CC-19GD-E4Y2-XXC5-XX-B0A<br>**Description:**<br>E-Series B-Alloy, 4" RND(20), TP Prsr, Enc, 4CXN2 Itron, 9D-0.01 FT3, SN Yr 9D & PBB, ILC w/CblAmr-5ft, BMI STD, | 4 | 2,874.29 | 11,497.16 |

| | |
|---|---|
| **Subtotal - USD** | 496,106.88 |
| **Estimated Freight Charges** | 0.00 |
| **Total Price - USD** | 496,106.88 |

**Notes and Assumptions**

If applicable, sales tax and freight, if included on the proposal, is an estimate and will be recalculated based on rates and tax status in effect at the time of invoicing.

To expedite the order entry process, please ensure the following is noted on your purchase order: billing address, shipping address, purchase order number, quantity, price, payment terms, quotation number, and the vendor is listed as Badger Meter, Inc.

Please send all purchase orders to the contact that prepared this quotation for you.

Actual lead time to be provided at time of order.

Badger Meter provides certification files to help manage meter and endpoint inventory and to maintain meter accuracy data. The standard method of delivery for this format is via electronic mail. Any deviations from our standard format, or any custom file formats, will be considered on a time and material basis.

Due to continuous improvements and redesign of Badger Meter products and technology solutions, Badger Meter reserves the right to provide our newest product solutions as an alternative to the proposed products provided they are in conformance with the requirements of the specifications and do not exceed the prices quoted.

**Thank you for your business!**

Estimated ship dates subject to change based upon component availability, as a result of global supply chain constraints, or credit review.
This acknowledgment is made subject to the terms & conditions found on our web-site:
Terms and conditions related to service units, training, and professional services can be found here:

**RECORDING REQUESTED BY**

**AFTER RECORDING MAIL TO**

CITY CLERK OFFICE
CITY OF SOUTH GATE
8650 CALIFORNIA AVENUE
SOUTH GATE, CA 90280

**SPACE ABOVE THIS LINE FOR RECORDER'S USE**

# NOTICE OF COMPLETION

NOTICE is hereby given that:

1 The undersigned is owner of the interest stated below in the property hereinafter described;

2 The NAME (including that of the undersigned), ADDRESS and NATURE OF TITLE of every person owning any Interest in such property is as follows:

| FULL NAME | FULL ADDRESS | NATURE OF TITLE |
|---|---|---|
| City of South Gate | 8650 California Avenue | In Fee |
| | South Gate, CA 90280 | |
| | | |

3 The names and addresses of the transferors of the undersigned owner: (to be shown if the undersigned is a successor in interest of the owner who caused the improvement to be constructed, etc.)

4 A work of improvement on the property hereinafter described was COMPLETED ON October 31, 2025

5 The name of the CONTRACTOR, if any, for such work of improvement was JA Salazar Construction & Supply Corporation.

6 The property on which said work of improvement was completed is in the City of South Gate, County of Los Angeles, State of California, and is described as follows:

**AUTOMATIC WATER METER UPGRADE PHASE IV, CITY PROJECT NO. 685-WTR, ON TWEEDY BLVD, STATE ST, ELIZABETH AVE., MINNESOTA AVE., WISCONSIN AVE., AND MICHIGAN AVE.**

7 The street and address of said property is: Within the perimeter of Alameda St, Southern Ave, Virgina Ave, & Tweedy Blvd Dated: June 9, 2026

8 Signature of }

**Owner or Owners**

Joshua Barron, Mayor
City of South Gate

***A Notary Public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.***

STATE OF CALIFORNIA }
} SS
COUNTY OF LOS ANGELES }

Subscribed and sworn to (or affirmed) before me on this _____ day of _____,

20_____, by _____, proved to me on the basis of satisfactory

evidence to be the person(s) who appeared before me.

Signature:_____ Place Notary Seal Above

# AGREEMENT FOR THE AUTOMATIC WATER METER (AMR) UPGRADE – PHASE IV CITY PROJECT NO. 685-WTR BETWEEN THE CITY OF SOUTH GATE AND JA SALAZAR CONSTRUCTION & SUPPLY CORPORATION.

This Agreement for the Automatic Water Meter ("AMR") Upgrade – Phase IV, City Project No. 685 - WTR ("Agreement"), is made and entered into on January 14, 2025, by and between the City of South Gate, a municipal corporation ("City"), and JA Salazar Construction & Supply Corp., a California Corporation, License No. 743587 ("Contractor"). City and Contractor are sometimes hereinafter individually referred to as a "Party" and collectively referred to as "Parties."

The City and the Contractor hereto mutually agree as follows:

## ARTICLE I

### THE PROJECT

For and in consideration of the mutual promises set forth herein, Contractor agrees with City to perform and complete in good and workmanlike manner all work required by the Contract Documents for City Contract No. 2025-02-CC, which involves the Automatic Water Meter (AMR) Upgrade – Phase IV, City Project No. 685 - WTR.

Said work shall be performed in accordance with the Plans, Specifications, and other Contract Documents, all of which are referenced in Article III hereof and incorporated herein as though fully set forth. Contractor shall furnish at its own expense all labor, materials, equipment and services necessary therefore, except such labor, materials, equipment and services as are specified in the Contract Documents to be furnished by City.

## ARTICLE II

### CONTRACT SUM AND PAYMENT

For performing and completing the work in accordance with the Contract Documents, City shall pay Contractor, in full compensation therefore, the contract sum of **One Million, Six Hundred Eight Thousand and Five Hundred Fifty-Five Dollars ($1,608,555)** set forth in the Bid Schedule(s) that are included among the Contract Documents. Said sum shall constitute payment in full for all work performed hereunder, including, without limitation, all labor, materials, equipment, tools and services used or incorporated in the work, supervision, administration, overhead, expenses and any and all other things required, furnished or incurred for completion of the work as specified in the Contract Documents. City shall make payments to Contractor on account of the contract sum at the time, in the manner, and upon the conditions specified in the Contract Documents.

## ARTICLE III

CONTRACT DOCUMENTS

The Contract Documents, which constitute the entire Agreement between the City and the Contractor, are enumerated as follows: the Notice Inviting Bids, the Instructions to Bidders, the Accepted Proposal, the Bid Schedule(s), the List of Subcontractors, Contractor's Industrial Safety Record, the Contractors Qualification Statement, the Bid Security Forms for Check or Bond, this Agreement, the Worker's Compensation Insurance Certificate, the Performance Bond, the Payment Bond, the Non-Collusion Affidavit, the Specifications, and Special Provisions and all addenda as prepared prior to the date of bid opening setting forth any modifications or interpretations of any of said documents, and any and all supplemental agreements heretofore or herewith executed amending or extending the work contemplated and which may be required to complete the work in a substantial and acceptable manner, all of which are referred to as the Contract Documents. These form the entire "Contract", and all are as fully a part of the Contract as if attached to this Agreement or repeated herein.

## ARTICLE IV

INDEMNIFICATION

The Contractor shall indemnify, hold harmless and defend (with counsel selected by the City), the City of South Gate and its affiliated entities, its officers, employees, consultants and sub-consultants, their respective officers, agents, employees (collectively the "Indemnified Parties"), from any and all claims and losses whatsoever occurring or resulting to any and all persons, firms, or corporations furnishing or supplying work, services, materials, or supplies in connection with the performance of this Agreement, any and all claims, lawsuits or actions arising from the awarding or execution of this Agreement, and from any and all claims and losses occurring or resulting to any person, firm, corporation or property for damage, injury, death arising out of or connected with the Contractor's obligation to indemnify, defend and save harmless the "Indemnified Parties" as stated hereinabove including, but not be limited to, paying all legal fees and costs incurred in connection with any such claims, losses, lawsuits or actions. THIS PROVISION SHALL SURVIVE THE COMPLETION OF WORK AND SERVICES TO BE PROVIDED UNDER THIS AGREEMENT AND THE OTHER CONTRACT DOCUMENTS.

## ARTICLE V

COMMENCEMENT, COMPLETION AND LIQUIDATED DAMAGES

Contractor shall commence work on a date to be specified in a written Notice to Proceed from the City's Director of Public Works and shall complete all work within one hundred eighty (180) calendar days thereafter (subject to "force majeure" delays, if any, to the extent allowed under the Contract Documents). If the work is not completed within that time, Contractor shall owe and pay to the City liquidated damages in the amount or amounts set forth in the Contract Documents.

## ARTICLE VI

EFFECTIVE DATE

This Agreement shall become effective and commence on January14, 2025.

**IN WITNESS WHEREOF,** the Parties hereto have caused this Agreement to be executed and attested by their respective officers thereunto duly authorized.

**CITY OF SOUTH GATE:**

By: _____
Maria Davila, Mayor

Dated: 2-4-2025

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: _____
Raúl F. Salinas, City Attorney

**JA SALAZAR CONST & SUPPLY CORP.:**

By: _____
Jose Salazar, President

Dated: 01-27-2025

## WORKER'S COMPENSATION INSURANCE CERTIFICATE

The Contractor shall execute the following form as required by the California Labor Code, Sections 1860 AND 1861.

> I am aware of the provisions of Section 3700 of the Labor Code which require every employer to be insured against liability for workers' compensation or to undertake self-insurance in accordance with the provisions of that Code, and I will comply with such provisions before commencing the performance of the work of this Contract.

DATED: 01-27-2025

**JA SALAZAR CONST & SUPPLY CORP:**
Contractor

By: _____
Jose Salazar

President
Title

ATTEST:

By: _____
Signature

Secretary
Title

## INDEMNIFICATION AND LIABILITY INSURANCE REQUIREMENTS

The following requirements must be met when submitting insurance certificates to the City of South Gate in connection with Public Works and other projects:

1. The insurance certificate must be issued to the City of South Gate, 8650 California Avenue, South Gate, CA 90280, attention of the City Engineer.

2. The City of South Gate, South Gate Housing Authority, and their officers, employees, elected officials, and agents must be shown as additional insured per ISO CG 20 10 11 85, and separate endorsement signed by an authorized representative of the insurance company is required.

3. The City has the right to request a copy of complete insurance policy including all endorsements and certificates.

4. The Certificate must include cross liability coverage either included in the Commercial General Liability coverage, and so indicate on the face of the Certificate under that heading or by separate endorsement.

5. The Certificate should also indicate that the insurance covers "All Operations" or should specify the particular services to be provided.

6. Contractor shall procure and maintain for the duration of the Contract insurance against claims for injuries to persons or damages to property which may arise from or in connection with the performance of the work hereunder by the Contractor, his agents, representatives, employees or subcontractors.

   Minimum Scope of Insurance

   Coverage shall be at least as broad as:

   1. Insurance Services Office Commercial General Liability coverage (occurrence from CG 0001).

   2. Insurance Services Office form number CA 0001 (Ed. 1/87) covering Automobile Liability, code 1 (any auto).

   3. Workers' Compensation insurance as required by the State of California and Employer's Liability Insurance.

   4. Course of Construction insurance covering for "all risks" of loss. Earthquake and flood insurance is not required to be furnished by the Contractor.

Contractor shall maintain limits no less than:

1. General Liability: $1,000,000 per occurrence for bodily injury, personal injury and property damage. If Commercial General Liability Insurance or other form with a general aggregate limit is used, either the general aggregate limit shall apply separately to the project which is the subject of this Agreement and the location where work thereunder is to be performed, or the general aggregate limit shall be twice the required occurrence limit.

2. Automobile Liability: $1,000,000 per accident for bodily injury and property damage.

3. Employer's Liability: $1,000,000 per accident for bodily injury or disease.

4. Course of Construction: Completed value of the project that is the subject of this Agreement.

Deductibles and Self-Insured Retention

Any deductibles or self-insured retention must be declared to and approved by the City. At the option of the City, either the insurer shall reduce or eliminate such deductibles or self-insured retention as respects the City, its officers, officials, employees and volunteers; or the Contractor shall provide a financial guarantee satisfactory to the City guaranteeing payment of losses and related investigations, claim administration and defense expenses.

Other Insurance Provisions

The general liability and automobile policies are to contain, or be endorsed to contain, the following provisions:

1. The City, its officers, officials, employees, and volunteers are to be covered as insurers with respect to liability arising out of automobiles owned, leased, hired or borrowed by or on behalf of the Contractor; and with respect to liability arising out of work or operations performed by or on behalf of the Contractor including materials, parts or equipment furnished in connection with such work or operations. General liability coverage can be provided in the form of an endorsement to the Contractor's insurance or as a separate owner's policy.

2. For any claims related to the project that is the subject of this Agreement, the Contractor's insurance coverage shall be primary insurance as respects the City, its officers, officials, employees, and volunteers. Any insurance or self-insurance maintained by the City, its officers, officials, employees, or volunteers shall be excess of the Contractor's insurance and shall not contribute with it.

3. Each insurance policy required by this clause shall be endorsed to state that coverage shall not be canceled, or modified, by either party, except after thirty (30) days' prior written notice by certified mail, return receipt requested, has been given to the City.

Course of construction policies shall contain the following provisions:

1. The City shall be named as loss payee.
2. The insurer shall waive all rights of subrogation against the City.

Acceptability of Insurers

Insurance is to be placed with insurers with a current A.M. Best's rating of no less than A:VII.

Verification of Coverage

Contractor shall furnish the City with original certificates and amendatory endorsements effecting coverage required by this clause. The endorsements should be on forms provided by the City or on other than the City's forms, provided those endorsements or policies conform to the requirements. All certificates and endorsements are to be received and approved by the City before work commences. The City reserves the right to require complete, certified copies of all required insurance policies, including endorsements affecting the coverage required by these specifications at any time.

Subcontractors

Contractor shall include all subcontractors as insurers under its policies or shall furnish separate certificates and endorsements for each subcontractor. All coverage for subcontractors shall be subject to all of the requirements stated herein.

Indemnification

The Contractor shall indemnify, hold harmless and defend (with counsel selected by the City of South Gate), the City of South Gate, the City of South Gate Housing Authority, their consultants and sub-consultants, and their respective officers, agents, and employees, from any and all claims and losses whatsoever occurring or resulting to any and all persons, firms, corporations or other entities furnishing or supplying work, services, materials, or supplies in connection with the performance of this Agreement, any and all claims, lawsuits or actions arising from the awarding or execution of this Agreement, and from any and all claims and losses occurring or resulting to any person, firm, corporation or other entity, or property for damage, injury, death arising out of or connected with the Contractor's obligation to indemnify, defend and save harmless the City of South Gate, the City of South Gate Housing Authority, their consultants, sub-consultants, and other parties listed above, as stated hereinabove shall include, but not be limited to, paying all legal fees and costs incurred by legal counsel of the City of South Gate's choice in representing the City of South Gate, the City of South Gate Housing Authority, consultants and sub-consultants in connection with any such claims, losses, lawsuits or actions. THIS PROVISION SHALL SURVIVE THE COMPLETION OF WORK AND SERVICES TO BE PROVIDED UNDER THIS AGREEMENT.

EXECUTED IN 3 ORIGINAL COUNTERPARTS
BOND NUMBER: 024280293

**AUTOMATIC WATER METER (AMR) UPGRADE – PHASE IV**
**CITY PROJECT NO. 685-WTR**

**FAITHFUL PERFORMANCE BOND**
**100% OF CONTRACT AMOUNT**

KNOW ALL MEN BY THESE PRESENTS:

**WHEREAS**, the City of South Gate ("City" herein) has awarded to JA Salazar Construction & Supply Corporation, ("Contractor" herein) a Contract for:

**AUTOMATIC WATER METER (AMR) UPGRADE – PHASE IV CITY PROJECT NO. 685-WTR**; and

**WHEREAS**, said Contract is incorporated herein by this reference; and

**WHEREAS**, said Contractor is required under the terms of said Contract to furnish a bond for the faithful performance of said Contract;

**NOW, THEREFORE**, we, Contractor and THE OHIO CASUALTY INSURANCE COMPANY as Surety, are held and firmly bound unto the City in the penal sum of **One Million, Six Hundred Eight Thousand and Five Hundred Fifty-Five Dollars ($1,608,555)** lawful money of the United States, for the payment of which we bind ourselves, our heirs, successors, executors and administrators, jointly and severally, firmly by these presents.

The condition of this obligation is such that the obligation shall become null and void if the above-bounded Contractor, his or its heirs, executors, administrators, successors, or assigns, shall in all things stand to, abide by, well and truly keep and perform the covenants, conditions and provisions in said Contract and any alteration thereof made as therein provided, on his or their part, to be kept and performed at the time and in the manner therein specified, and in all respects according to their true intent and meaning, and shall indemnify and save harmless the City, its officers, agents and employees, as therein stipulated; otherwise, this obligation shall be and remain in full force and effect.

As a part of the obligation secured hereby, and in addition to the face amount specified, costs and reasonable expenses and fees shall be included, including reasonable attorneys' fees, incurred by the City in successfully enforcing the obligation, all to be taxed as costs and included in any judgment rendered.

The Surety hereby stipulates and agrees that no change, extension of time, alteration or addition to the terms of the Contract, the work to be performed thereunder, or the specifications that accompany the Contract shall in any manner affect its obligations on this bond. The Surety hereby waives notice of any such change, extension of time, alteration or addition to the terms of the Contract, the work, or the specifications.

Note: All signatures must be acknowledged before a notary public. Attach appropriate acknowledgment.

**CONTRACTOR NAME:**

J.A. SALAZAR CONSTRUCTION & SUPPLY CORP.

By: _____
Name JOSE SALAZAR

Title: President

613 N. HARBOR BLVD.
LA HABRA, CA 90631
(Type address of Contractor)

THE OHIO CASUALTY INSURANCE COMPANY
(Type name of Surety)

790 THE CITY DRIVE SOUTH #200

ORANGE, CA 92868
(Type address of Surety)

By: _____
(Signature of authorized officer) KEVIN E. VEGA

ATTORNEY-in-FACT
(Title of officer)

**APPROVED AS TO FORM:**

Raúl F. Salinas, City Attorney

This Power of Attorney limits the acts of those named herein, and they have no authority to bind the Company except in the manner and to the extent herein stated.

Liberty Mutual Insurance Company
The Ohio Casualty Insurance Company
West American Insurance Company

Certificate No: 8205638-969577

# POWER OF ATTORNEY

KNOWN ALL PERSONS BY THESE PRESENTS: That The Ohio Casualty Insurance Company is a corporation duly organized under the laws of the State of New Hampshire, that Liberty Mutual Insurance Company is a corporation duly organized under the laws of the State of Massachusetts, and West American Insurance Company is a corporation duly organized under the laws of the State of Indiana (herein collectively called the "Companies"), pursuant to and by authority herein set forth, does hereby name, constitute and appoint, Britton Christiansen; Kevin E. Vega; Myrna Smith; Philip E. Vega

all of the city of Covina state of CA each individually if there be more than one named, its true and lawful attorney-in-fact to make, execute, seal, acknowledge and deliver, for and on its behalf as surety and as its act and deed, any and all undertakings, bonds, recognizances and other surety obligations, in pursuance of these presents and shall be as binding upon the Companies as if they have been duly signed by the president and attested by the secretary of the Companies in their own proper persons.

IN WITNESS WHEREOF, this Power of Attorney has been subscribed by an authorized officer or official of the Companies and the corporate seals of the Companies have been affixed thereto this 24th day of May , 2021 .

Liberty Mutual Insurance Company
The Ohio Casualty Insurance Company
West American Insurance Company

By: _____
David M. Carey, Assistant Secretary

State of PENNSYLVANIA
County of MONTGOMERY ss

On this 24th day of May , 2021 before me personally appeared David M. Carey, who acknowledged himself to be the Assistant Secretary of Liberty Mutual Insurance Company, The Ohio Casualty Company, and West American Insurance Company, and that he, as such, being authorized so to do, execute the foregoing instrument for the purposes therein contained by signing on behalf of the corporations by himself as a duly authorized officer.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed my notarial seal at King of Prussia, Pennsylvania, on the day and year first above written.

Commonwealth of Pennsylvania - Notary Seal
Teresa Pastella, Notary Public
Montgomery County
My commission expires March 28, 2025
Commission number 1126044
Member, Pennsylvania Association of Notaries

By: _____
Teresa Pastella, Notary Public

This Power of Attorney is made and executed pursuant to and by authority of the following By-laws and Authorizations of The Ohio Casualty Insurance Company, Liberty Mutual Insurance Company, and West American Insurance Company which resolutions are now in full force and effect reading as follows:

ARTICLE IV – OFFICERS: Section 12. Power of Attorney.
Any officer or other official of the Corporation authorized for that purpose in writing by the Chairman or the President, and subject to such limitation as the Chairman or the President may prescribe, shall appoint such attorneys-in-fact, as may be necessary to act in behalf of the Corporation to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations. Such attorneys-in-fact, subject to the limitations set forth in their respective powers of attorney, shall have full power to bind the Corporation by their signature and execution of any such instruments and to attach thereto the seal of the Corporation. When so executed, such instruments shall be as binding as if signed by the President and attested to by the Secretary. Any power or authority granted to any representative or attorney-in-fact under the provisions of this article may be revoked at any time by the Board, the Chairman, the President or by the officer or officers granting such power or authority.

ARTICLE XIII – Execution of Contracts: Section 5. Surety Bonds and Undertakings.
Any officer of the Company authorized for that purpose in writing by the chairman or the president, and subject to such limitations as the chairman or the president may prescribe, shall appoint such attorneys-in-fact, as may be necessary to act in behalf of the Company to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations. Such attorneys-in-fact subject to the limitations set forth in their respective powers of attorney, shall have full power to bind the Company by their signature and execution of any such instruments and to attach thereto the seal of the Company. When so executed such instruments shall be as binding as if signed by the president and attested by the secretary.

Certificate of Designation – The President of the Company, acting pursuant to the Bylaws of the Company, authorizes David M. Carey, Assistant Secretary to appoint such attorneys-in-fact as may be necessary to act on behalf of the Company to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations.

Authorization – By unanimous consent of the Company's Board of Directors, the Company consents that facsimile or mechanically reproduced signature of any assistant secretary of the Company, wherever appearing upon a certified copy of any power of attorney issued by the Company in connection with surety bonds, shall be valid and binding upon the Company with the same force and effect as though manually affixed.

I, Renee C. Llewellyn, the undersigned, Assistant Secretary, The Ohio Casualty Insurance Company, Liberty Mutual Insurance Company, and West American Insurance Company do hereby certify that the original power of attorney of which the foregoing is a full, true and correct copy of the Power of Attorney executed by said Companies, is in full force and effect and has not been revoked.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seals of said Companies this 23rd day of January , 2026 .

By: _____
Renee C. Llewellyn, Assistant Secretary

LMS-12873 LMIC OCIC WAIC Multi Co 02/21

Not valid for mortgage, note, loan, letter of credit, currency rate, interest rate or residual value guarantees.

For bond and/or Power of Attorney (POA) verification inquiries, please call 610-832-8240 or email HOSUR@libertymutual.com.

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California }

} ss.

County of LOS ANGELES }

On January 23rd, 2025 before me, Philip Vega, Notary Public

Here Insert Name and Title of the Officer

personally appeared Kevin E. Vega, Attorney-in-Fact

Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature:

Signature of Notary Public

PHILIP VEGA
Notary Public - California
Los Angeles County
Commission # 2490569
My Comm. Expires May 31, 2028

Place Notary Seal Above

OPTIONAL

*Though the information below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.*

Description of Attached Document

Title of Type of Document:

Document Date: Number of Pages:

Signer(s) Other Than Named Above:

Capacity(ies) Claimed by Signer(s)

| Signer's Name: | Signer's Name: |
|---|---|
| ☐ Individual | ☐ Individual |
| ☐ Corporate Officer Title(s): | ☐ Corporate Officer Title(s): |
| ☐ Partner - ☐ Limited ☐ General | ☐ Partner - ☐ Limited ☐ General |
| ☐ Attorney in Fact | ☐ Attorney in Fact |
| ☐ Trustee | ☐ Trustee |
| ☐ Guardian or Conservator | ☐ Guardian or Conservator |
| ☐ Other: | ☐ Other: |
| Signer is Representing: | Signer is Representing: |
| Right Thumbprint of Signer Top of thumb here | Right Thumbprint of Signer Top of thumb here |

## ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California
County of Los Angeles )

On January 27, 2025 before me, Elizabeth E. Lissin Scheinker,
(insert name and title of the officer) Notary Public

personally appeared Jose J Salazar

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature Elizabeth E Lissin Scheinker (Seal)

ELIZABETH E. LISSIN SCHEINKER
Notary Public - California
Los Angeles County
Commission # 2418752
My Comm. Expires Oct 21, 2026

EXECUTED IN 3 ORIGINAL COUNTERPARTS
BOND NUMBER: 024260293

**AUTOMATIC WATER METER (AMR) UPGRADE – PHASE IV**
**CITY PROJECT NO. 685-WTR**

**100% PAYMENT BOND**

**WHEREAS,** the City of South Gate, South Gate, California ("City" herein), has awarded to T.E. Roberts, Inc., ("Contractor" herein) a Contract for the work described as follows:

**AUTOMATIC WATER METER (AMR) UPGRADE – PHASE IV**
**CITY PROJECT NO. 685-WTR**

**WHEREAS,** said Contractor is required to furnish a bond in connection with said Contract, to secure the payment of claims of laborers, mechanics, material suppliers and other persons, as provided by law;

**NOW, THEREFORE,** we, the undersigned Contractor and Surety, are held firmly bound unto the City in the sum of **One Million, Six Hundred Eight Thousand and Five Hundred Fifty-Five Dollars ($1,608,555)** for which payment well and truly to be made we bind ourselves, our heirs, executors and administrators, successors and assigns, jointly and severally, firmly by these presents.

**THE CONDITION OF THIS OBLIGATION IS SUCH THAT,** if said Contractor, its heirs, executors, administrators, successors, assigns, or subcontractors shall fail to pay any of the persons named in Civil Code Section 9100(a), or amounts due under the Unemployment Insurance Code with respect to work or labor performed under the Contract, or any amounts required to be deducted, withheld, and paid over to the Employment Development Department from the wages of employees of the Contractor and its subcontractors pursuant to Section 13020 of the Unemployment Insurance Code, with respect to such work and labor, then the Surety herein will pay for the same in an amount not exceeding the sum specified in this bond, otherwise the above obligation shall be void. If suit is brought upon this bond, the said Surety will pay a reasonable attorney's fee to the plaintiff(s) and the City in an amount to be fixed by the court.

This bond shall inure to the benefit of any of the persons named in Civil Code Section 9100(a) as to give a right of action to such persons or their assigns in any suit brought upon this bond.

Said Surety, for value received, hereby stipulates and agrees that no change, extension of time, alteration or modification of the Contract Documents or the work to be performed thereunder shall in any way affect its obligations on this bond, and it does hereby waive notice of such change, extension of time, alteration or modification of the Contract Documents or of work to be performed thereunder.

**IN WITNESS WHEREOF,** this instrument has been duly executed by the above-named Contractor and Surety on JANUARY 23RD, 2025.

Note: All signatures must be acknowledged before a notary public. Attach appropriate acknowledgment.

**CONTRACTOR:**
**JA SALAZAR CONST & SUPPLY CORP.:**

By: _____
Jose Salazar JOSE SALAZAR

Title: President

613 N. HARBOR BLVD.
LA HABRA, CA 90631
(Type address of Contractor)

THE OHIO CASUALTY INSURANCE COMPANY
(Type name of Surety)

790 THE CITY DRIVE SOUTH #200

ORANGE, CA 92868
(Type address of Surety)

By: _____
(Signature of authorized officer) KEVIN E. VEGA

ATTORNEY-in-FACT
(Title of officer)

APPROVED AS TO FORM:

By: _____
Raúl F. Salinas, City Attorney

This Power of Attorney limits the acts of those named herein, and they have no authority to bind the Company except in the manner and to the extent herein stated.

Liberty Mutual Insurance Company
The Ohio Casualty Insurance Company
West American Insurance Company

Certificate No: 8205638-969677

# POWER OF ATTORNEY

KNOWN ALL PERSONS BY THESE PRESENTS: That The Ohio Casualty Insurance Company is a corporation duly organized under the laws of the State of New Hampshire, that Liberty Mutual Insurance Company is a corporation duly organized under the laws of the State of Massachusetts, and West American Insurance Company is a corporation duly organized under the laws of the State of Indiana (herein collectively called the "Companies"), pursuant to and by authority herein set forth, does hereby name, constitute and appoint, Britton Christiansen; Kevin E. Vega; Myrna Smith; Philip E. Vega

all of the city of Covina state of CA each individually if there be more than one named, its true and lawful attorney-in-fact to make, execute, seal, acknowledge and deliver, for and on its behalf as surety and as its act and deed, any and all undertakings, bonds, recognizances and other surety obligations, in pursuance of these presents and shall be as binding upon the Companies as if they have been duly signed by the president and attested by the secretary of the Companies in their own proper persons.

IN WITNESS WHEREOF, this Power of Attorney has been subscribed by an authorized officer or official of the Companies and the corporate seals of the Companies have been affixed thereto this 24th day of May, 2021.

Liberty Mutual Insurance Company
The Ohio Casualty Insurance Company
West American Insurance Company

By: _____
David M. Carey, Assistant Secretary

State of PENNSYLVANIA
County of MONTGOMERY ss

On this 24th day of May, 2021 before me personally appeared David M. Carey, who acknowledged himself to be the Assistant Secretary of Liberty Mutual Insurance Company, The Ohio Casualty Company, and West American Insurance Company, and that he, as such, being authorized so to do, execute the foregoing instrument for the purposes therein contained by signing on behalf of the corporations by himself as a duly authorized officer.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed my notarial seal at King of Prussia, Pennsylvania, on the day and year first above written.

Commonwealth of Pennsylvania - Notary Seal
Teresa Pastella, Notary Public
Montgomery County
My commission expires March 28, 2023
Commission number 1126044
Member, Pennsylvania Association of Notaries

By: _____
Teresa Pastella, Notary Public

This Power of Attorney is made and executed pursuant to and by authority of the following By-laws and Authorizations of The Ohio Casualty Insurance Company, Liberty Mutual Insurance Company, and West American Insurance Company which resolutions are now in full force and effect reading as follows:

ARTICLE IV – OFFICERS: Section 12. Power of Attorney.
Any officer or other official of the Corporation authorized for that purpose in writing by the Chairman or the President, and subject to such limitation as the Chairman or the President may prescribe, shall appoint such attorneys-in-fact, as may be necessary to act in behalf of the Corporation to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations. Such attorneys-in-fact, subject to the limitations set forth in their respective powers of attorney, shall have full power to bind the Corporation by their signature and execution of any such instruments and to attach thereto the seal of the Corporation. When so executed, such instruments shall be as binding as if signed by the President and attested to by the Secretary. Any power or authority granted to any representative or attorney-in-fact under the provisions of this article may be revoked at any time by the Board, the Chairman, the President or by the officer or officers granting such power or authority.

ARTICLE XIII – Execution of Contracts: Section 5. Surety Bonds and Undertakings.
Any officer of the Company authorized for that purpose in writing by the chairman or the president, and subject to such limitations as the chairman or the president may prescribe, shall appoint such attorneys-in-fact, as may be necessary to act in behalf of the Company to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations. Such attorneys-in-fact subject to the limitations set forth in their respective powers of attorney, shall have full power to bind the Company by their signature and execution of any such instruments and to attach thereto the seal of the Company. When so executed such instruments shall be as binding as if signed by the president and attested by the secretary.

Certificate of Designation – The President of the Company, acting pursuant to the Bylaws of the Company, authorizes David M. Carey, Assistant Secretary to appoint such attorneys-in-fact as may be necessary to act on behalf of the Company to make, execute, seal, acknowledge and deliver as surety any and all undertakings, bonds, recognizances and other surety obligations.

Authorization – By unanimous consent of the Company's Board of Directors, the Company consents that facsimile or mechanically reproduced signature of any assistant secretary of the Company, wherever appearing upon a certified copy of any power of attorney issued by the Company in connection with surety bonds, shall be valid and binding upon the Company with the same force and effect as though manually affixed.

I, Renee C. Llewellyn, the undersigned, Assistant Secretary, The Ohio Casualty Insurance Company, Liberty Mutual Insurance Company, and West American Insurance Company do hereby certify that the original power of attorney of which the foregoing is a full, true and correct copy of the Power of Attorney executed by said Companies, is in full force and effect and has not been revoked.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seals of said Companies this 23rd day of January, 2025.

By: _____
Renee C. Llewellyn, Assistant Secretary

Not valid for mortgage, note, loan, letter of credit, currency rate, interest rate or residual value guarantees.

For bond and/or Power of Attorney (POA) verification inquiries, please call 610-832-8240 or email HOSUR@libertymutual.com.

LMS-12873 LMIC OCIC WAIC Multi Co 02/21

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California }

} ss.

County of LOS ANGELES }

On January 23rd, 2025 before me, Philip Vega, Notary Public
Here Insert Name and Title of the Officer

personally appeared Kevin E. Vega, Attorney-in-Fact
Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature:
Signature of Notary Public

PHILIP VEGA
Notary Public - California
Los Angeles County
Commission # 2490569
My Comm. Expires May 31, 2028

Place Notary Seal Above

OPTIONAL

*Though the information below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.*

Description of Attached Document

Title of Type of Document:

Document Date: Number of Pages:

Signer(s) Other Than Named Above:

Capacity(ies) Claimed by Signer(s)

| Signer's Name: | Signer's Name: |
|---|---|
| ☐ Individual | ☐ Individual |
| ☐ Corporate Officer Title(s): | ☐ Corporate Officer Title(s): |
| ☐ Partner - ☐ Limited ☐ General | ☐ Partner - ☐ Limited ☐ General |
| ☐ Attorney in Fact | ☐ Attorney in Fact |
| ☐ Trustee | ☐ Trustee |
| ☐ Guardian or Conservator | ☐ Guardian or Conservator |
| ☐ Other: | ☐ Other: |
| Signer is Representing: | Signer is Representing: |
| Right Thumbprint of Signer Top of thumb here | Right Thumbprint of Signer Top of thumb here |

## ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California
County of Los Angeles.)

On January 27, 2025 before me, Elizabeth E. Lissin Scheinker
(insert name and title of the officer) Notary Public

personally appeared Jose J. Salazar

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature Elizabeth Lissin Scheinker (Seal)

ELIZABETH E. LISSIN SCHEINKER
Notary Public - California
Los Angeles County
Commission # 2418762
My Comm. Expires Oct 21, 2026

**NON-COLLUSION AFFIDAVIT TO BE EXECUTED BY EACH AWARDEE OF A PRINCIPAL CONTRACT**

STATE OF CALIFORNIA )
) SS.
COUNTY OF )

Jose Salazar, President being first duly sworn, deposes and says that he is of Salazar Construction Supply Co (sole owner, a partner, president, etc.) _____ the party making the foregoing bid, that such bid is not made in the interest of or behalf of any undisclosed person, partnership, company, association, organization or corporation, that such bid is genuine and not collusive or sham, that said bidder has not directly or indirectly induced or solicited any other bidder to put in a false or sham bid, and has not directly or indirectly colluded, conspired, connived or agreed with any bidder or anyone else to put in a sham bid, or that anyone shall refrain from bidding, that said bidder has not in any manner, directly or indirectly, sought by agreements, communication or conference with anyone to fix the bid price of said bidder or of any other bidder, or to fix the overhead, profit or cost element of such bid price, or of that of any other bidder, or to secure any advantage against the public body awarding the Contract or anyone interested in the proposed Contract; that all statements contained in such bid are true and, further, that said bidder has not, directly or indirectly, submitted his bid price, or any breakdown thereof, or the contents thereof, or divulged information or data relative thereto, or paid and will not pay any fee in connection therewith to any corporation, partnership, company, association, organization, bid depository or to any member or agent thereof, or to any other individual, except to such person or persons as have a partnership or other financial interest with said bidder in their general business.

Signed _____

President
_____
Title

Subscribed and sworn to before me this _____ day of_____, 2025.

_____
Notary Public

(Attach Notary Certificate)

## ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California
County of Los Angeles.

On January 27, 2025 before me, Elizabeth E. Lissin Scheinker,
(insert name and title of the officer) notary Public

personally appeared Jose J. Solazar.

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies); and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature Elizabeth E. Lissin Scheinker (Seal)

ELIZABETH E. LISSIN SCHEINKER
Notary Public - California
Los Angeles County
Commission # 2418752
My Comm. Expires Oct 21, 2026

Office of the
South Gate City Clerk

JUN - 4 2026

FILED

1:38pm

# Item No. 13

# City of South Gate

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**

Originating Department: **Public Works**

***Department Director:*** Arturo Cervantes *Arturo Cervantes*

***City Manager:*** Rob Houston *Rob Houston*

**SUBJECT: NOTICE OF COMPLETION FOR THE CONSTRUCTION OF THE TWEEDY MILE COMPLETE STREET PROJECT, CITY PROJECT NO. 614-ST, FEDERAL PROJECT NO. ATPL-5257 (039)**

**PURPOSE:** Construction of the Project is completed and the retention payment to the contractor is due. Section 7107 of the Public Contract Code requires the City to accept completion of the Project and issue public notice of such, prior to releasing the retention payment.

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Approving the Notice of Completion for the construction of the Tweedy Mile Complete Street Project, City Project No. 614-ST, Federal Project No. ATPL-5257 (039) ("Project"), performed by Sequel Contractors, Inc., effective May 30, 2025;

b. Appropriating $149,000 in Proposition C Funds and $101,000 in Measure M Funds to pay outstanding administrative expenditures on the Tweedy Mile Complete Street Project, City Project No. 614-ST, Federal Project No. ATPL-5257 (039);

c. Transferring $75,000 in Measure W Funds from the Chakemo Improvements - Atlantic-Legacy, City Project No. 593-ST. to the Tweedy Mile Complete Streets, City Project No. 614-ST, Federal Project No. ATPL-5257 (039); and

d. Directing the City Clerk to file the Notice of Completion with the Los Angeles County Registrar Recorder's Office.

**FISCAL IMPACT:** There is no fiscal impact to the General Fund. The final construction contract amount is $8,906,619. The project is funded as summarized below.

| Project Services | ATPL | Measure R | Measure M | Proposition C | SB 1 | Measure W | Gas Tax | Total Budget |
|---|---|---|---|---|---|---|---|---|
| Construction Contract | $4,442,940 | $200,000 | | $2,030,828 | $671,407 | $400,000 | | **$7,745,175** |
| CCO No. 1 to CCO No. 16 | | | | $760,357 | $330,593 | | $70,494 | **$1,161,444** |
| Administrative & Staff Time | | | $101,000 | $149,000 | | | | **$250,000** |
| **Total** | **$4,442,940** | **$200,000** | **$101,000** | **$2,940,185** | **$1,002,000** | **$400,000** | **$70,494** | **$9,156,619** |

**ANALYSIS:** Pursuant to the California Public Contract Code, the City must comply with specific requirements before issuing final payment on a construction contract. In accordance with Section 7107 of the Public Contract Code, the City must first formally accept the completed work and issue a Notice of Completion before releasing the final retention payment. The Notice of Completion serves as a formal declaration that all work under the contract has been completed. It also initiates the statutory period during which subcontractors, suppliers, and other interested parties may assert any remaining lien claims against the project. During this period, the City retains the right to withhold all or a portion of the retention payment to satisfy any valid claims. With construction now complete, staff recommend that the City Council approve the Notice of Completion, thereby initiating the process to release the final payment in accordance with applicable law.

The budget analysis of final project expenditure has been completed, and all costs have been reconciled. An additional appropriation of $250,000 is recommended to fund outstanding administrative and staffing costs associated with the Project. Staff recommend funding this appropriation with Measure M and Proposition C funds, allowing these transportation-related expenditures to be paid using restricted transportation funding sources.

**BACKGROUND:** Construction of the Tweedy Mile Complete Streets Project has been completed. The Project delivered safety, circulation, landscaping, and beautification improvements along Tweedy Boulevard between Dearborn Avenue and Dorothy Avenue, including pavement rehabilitation, new sidewalks and ADA-compliant curb ramps, enhanced crosswalks with flashing beacons, traffic-calming features, upgraded signage and transit amenities, new landscaping, bicycle sharrows, and bicycle racks. These improvements enhance pedestrian and vehicular safety, improve access to public transit and bicycle facilities, address deferred infrastructure maintenance, and improve the overall quality of life along the corridor.

On July 9, 2024, the City Council awarded Contract No. 2024-56-CC to Sequel Contractors Inc. for construction of the Project in the amount of $7,745,175. A total of 16 change orders, totaling $1,161,444, were required to complete the Project. These change orders addressed additional work necessary to complete construction and included a $350,000 incentive payment authorized by the City Council for completion of the Project on an expedited construction schedule.

Construction of the Project was completed on July 9, 2024. The work was performed in accordance with the approved plans and specifications and was completed with acceptable quality and workmanship, within the authorized budget and contract schedule. The contractor has satisfactorily fulfilled all contractual obligations.

The City Council may now accept the Project as complete. The Notice of Completion can now be filed with the Los Angeles County Registrar Recorder's Office.

**ATTACHMENTS:**
A. Notice of Completion
B. Contract No. 2024-56-CC
C. Change Orders Nos. 1 through 16

JL:ky

**RECORDING REQUESTED BY**
CITY OF SOUTH GATE
**AFTER RECORDING MAIL TO**

CITY CLERK OFFICE
CITY OF SOUTH GATE
8650 CALIFORNIA AVENUE
SOUTH GATE, CA 90280

**SPACE ABOVE THIS LINE FOR RECORDER'S USE**

# NOTICE OF COMPLETION

NOTICE is hereby given that:

1 The undersigned is owner of the interest stated below in the property hereinafter described;

2 The NAME (including that of the undersigned), ADDRESS and NATURE OF TITLE of every person owning any Interest in such property is as follows:

| FULL NAME | FULL ADDRESS | NATURE OF TITLE |
|---|---|---|
| City of South Gate | 8650 California Avenue | In Fee |
| | South Gate, CA 90280 | |
| | | |

3 The names and addresses of the transferors of the undersigned owner: (to be shown if the undersigned is a successor in interest of the owner who caused the improvement to be constructed, etc.)

4 A work of improvement on the property hereinafter described was COMPLETED ON 5/30/2025

5 The name of the CONTRACTOR, if any, for such work of improvement was Sequel Contractors, Inc.

6 The property on which said work of improvement was completed is in the City of South Gate, County of Los Angeles, State of California, and is described as follows:

**THE TWEEDY MILE COMPLETE STREETS PROJECT, CITY PROJECT NO. 614-ST, FEDERAL PROJET NO. ATPL-5257 (039).**

7 The street and address of said property is: 8650 California Ave, South Gate, CA 90280 Dated: June 9, 2026

8 Signature of }

**Owner or Owners**

Joshua Barron, Mayor
City of South Gate

***A Notary Public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.***

STATE OF CALIFORNIA }
} SS
COUNTY OF LOS ANGELES }

Subscribed and sworn to (or affirmed) before me on this _____ day of _____,

20_____, by _____, proved to me on the basis of satisfactory

evidence to be the person(s) who appeared before me.

Signature:_____ Place Notary Seal Above

# Item No. 5

# *City of South Gate*
## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **July 9, 2024**
Originating Department: **Public Works**

*Department Director:* *Arturo Cervantes* *City Manager:* *Rob Houston* FOR ROB HOUSTON

**SUBJECT: AGREEMENT WITH SEQUEL CONTRACTORS, INC., FOR THE CONSTRUCTION OF THE TWEEDY MILE COMPLETE STREETS PROJECT, CITY PROJECT NO. 614-ST, FEDERAL PROJECT NOS. ATPL-5257 (039)**

**PURPOSE:** To award an Agreement to Sequel Contractors, Inc., ("Sequel") for the construction of the Tweedy Mile Complete Streets Project ("Tweedy Mile Project"). The project was competitively bid and Sequel submitted the lowest responsible and responsive bid.

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Approving an Agreement with Sequel Contractors, Inc. ("Agreement"), for the construction of the Tweedy Mile Complete Streets Project, City Project No. 614-ST, in an amount not to exceed $7,745,175, with a construction completion schedule of 180 working days; or

b. Approving an Agreement with Sequel Contractors, Inc. ("Agreement"), for the construction of the Tweedy Mile Complete Streets Project, City Project No. 614-ST, in an amount not to exceed $8,095,175, with a construction completion schedule of 145 working days;

c. Authorizing the Mayor to execute the Agreement in a form acceptable to the City Attorney;

d. Authorizing the City Manager to approve change orders administratively up to a cumulative amount of $800,000 to be funded with project contingency funds, to expedite approval of change order work to avoid construction schedule delays;

e. Authorizing the City Manager to approve pre-payments of construction progress payments for the construction contract to comply with state legislation that requires payment of invoices within 30 days;

f. Declaring the Tweedy Mile Complete Streets Project, City Project No. 614-ST, to be Categorically Exempt under Title 14 of the California Code of Regulations, Section 15301 of the California Environmental Quality Act ("CEQA"); and

g. Approving the Notice of Exemption for the construction of the Tweedy Mile Complete Streets Project, City Project No. 614-ST, and directing the City Clerk to file it with the Los Angeles County Registrar Recorder's Office.

**FISCAL IMPACT:** There is no impact to the General Fund. The proposed Agreement is in the amount of $7,745,175 or $8,095,175, based on the approval by the City Council. The project is budgeted in the FY 2024/25 CIP Program in the amount of $9,857,082, as summarized below.

| | ATPL | Measure R | Prop C | SB1 | Measure W | Gas Tax | Total Budget |
|---|---|---|---|---|---|---|---|
| **Design Cost** | | | $225,000 | | | $479,506 | **$704,506** |
| **Construction Phase** | | | | | | | |
| Construction Contract (*) | $4,442,940 | $200,000 | $2,030,828 | $671,407 | $400,000 | | **$7,745,175** |
| Construction Management | $177,060 | | $174,840 | $200,000 | | | **$551,900** |
| Project Management | | | $50,000 | | | $50,000 | **$100,000** |
| Staff Time/Other Costs | | | $25,000 | | | $25,000 | **$50,000** |
| Contingency (*) | | | $304,414 | $330,593 | | $70,494 | **$705,501** |
| **Total Construction Phase** | **$4,620,000** | **$200,000** | **$2,585,082** | **$1,202,000** | **$400,000** | **$145,494** | **$9,152,576** |
| **Total Project Costs** | **$4,620,000** | **$200,000** | **$2,810,082** | **$1,202,000** | **$400,000** | **$625,000** | **$9,857,082** |
| **Total Current Budget** | $4,620,000 | $200,000 | $1,911,629 | $650,000 | $400,000 | $625,000 | **$8,406,629** |
| **Budget Transfer** | | | $898,453 | $552,000 | | | **$1,450,453** |
| **Grand Total Const. Budget** | $4,620,000 | $200,000 | $2,810,082 | $1,202,000 | $400,000 | $625,000 | **$9,857,082** |

*Assumes Council will elect to award a contract in the amount of $7,745,175 however the actual included will follow the approval of the City Council.

**ANALYSIS:** The proposed Agreement was procured through a competitive bid process. The bid documents required a Base Bid and four Additive Alternate Bids. The lowest bidder was required to be determined based on the lowest total amount of the Base Bid and four Additive Alternate Bids. Based on this requirement, Sequel submitted the lowest responsible and responsive bid. The bid analysis is included in Attachment "A."

The Tweedy Mile Business District is a thriving community filled with businesses, high volumes of pedestrians, traffic (26K vehicles per day), events and students in route to schools. Construction will be disruptive and impact these activities. The schedule stipulated in the proposed contract to complete construction is 180 working days, which is approximately 9 months. However, contractors were requested to also submit bids to complete construction in 145 working days, for which Sequel submitted a bid for an additional $350,000. The additional amount pays for costs such as overtime, that will be incurred due to the shorter construction schedule and need for longer workdays. The City Council may award a construction contract in the amount of either $7,745,175 for a 180-working day completion schedule, or $8,095,175, for a 145-working day completion schedule.

The PROS of the 145-working day schedule are reducing soft costs and staff time by approximately $45,000; reducing construction impacts; reducing potential for safety issues due to high volumes of pedestrian activity on a construction zone; reducing potential impacts to businesses; and allowing events such as the Tweedy Mile Fair to take place in 2025. The CONS are the additional cost of $350,000 which would be paid from the project contingency funds.

**BACKGROUND:** The Project is a part of the Capital Improvement Program. It proposes safety, traffic circulation, landscaping and greening and beautification improvements for Tweedy Boulevard, from Dearborn Avenue to Dorothy Avenue. Project improvements provide for

safety, enhanced access to public transit and bike access, addressing deferred maintenance, beautification, and quality of life benefits. Project improvements include fixing the road pavement, sidewalks and ADA ramps; enhanced crosswalks of which four will have flashing lights; traffic calming measures such as curb extension, mid-block bulbouts and enhanced signage; replacing street furniture and bus stops; landscaping, sharrows, and bike racks. The Project will not change the traffic signal system or signalizing intersections or eliminate traffic lanes - two (2) in each direction will remain and will not install dedicated left turn lanes. Intersections will not be eliminated, overhead wiring will not be placed underground, and there are no plans to construction road medians or decorative fountains.

On May 8, 2024, staff advertised the Notice Inviting Bids for construction in the Daily Journal. The Project was also advertised on the City's website and PlanetBids. On June 18, 2024, the City held a bid opening at the City Clerk's office. Three (3) bids were received as summarized below. After completion of the bid analysis, Sequel was confirmed to be the lowest responsible and responsive bidder based on the total cost of the Base Bid and Additive Alternate Bid Items pursuant to Bid Documents.

| Contractor | Base Bid | Add. Alt. No. 1 | Add. Alt. No. 2 | Add. Alt. No. 3 | Add. Alt. No. 4 | Total Bid |
|---|---|---|---|---|---|---|
| Sequel Contractors | $6,202,125* | $160,800 | $1,296,000 | $37,950 | $48,300 | **$7,745,175** |
| Sully-Miller Contracting | $6,748,465 | $187,600 | $1,360,000 | $44,850 | $55,200 | **$8,396,115** |
| All American Asphalt | $8,238,154 | $254,600 | $832,000 | $110,400 | $82,800 | **$9,517,954** |

(*) Total shown in the Base Bid is $6,202,035 which was a typo.

Sequel is based in Santa Fe Springs, California. It has been in business for over thirty years. Staff contacted listed references and received positive commentary. The company has the capacity and experience to perform the work required under the bid solicitation. Further, Sequel has experience working for the City. They constructed the recent street improvements on Garfield Avenue, Long Beach Blvd, Imperial Highway and the Firestone/Otis intersection.

Pursuant to the guidelines of the California Environmental Quality Act ("CEQA"), this Project is categorically exempt under Title 14 of the California Code of Regulations, Section 15301, Class 1 exemption for alternation for existing highways and streets, sidewalks, gutters, bicycle and pedestrian trails, and similar facilities (this includes road grading for the purpose of public safety, and other alterations such as the addition of bicycle facilities, including but not limited to bicycle parking, bicycle-share facilities and bicycle lanes, transit improvements such as bus lanes, pedestrian crossings, street trees, and other similar alterations that do not create additional automobile lanes) or no expansion of use.

Construction is scheduled to begin in August 2024. Depending on Council approval, construction is planned for completion either in 180 or 145 working days.

**ATTACHMENTS:** A. Proposed Agreement
B. Location Map

C. Bid Schedule
D. Notice of Exemption

AA/JL:lc

**AGREEMENT FOR THE TWEEDY MILE COMPLETE STREETS PROJECT, CITY PROJECT NO. 614-ST, FEDERAL PROJECT NOS. ATPL-5257(039), BETWEEN THE CITY OF SOUTH GATE AND SEQUEL CONTRACTORS, INC.**

This Agreement for the **Tweedy Mile Complete Streets Project, City Project No. 614-ST** ("Agreement"), is made and entered into on **July 9, 2024**, by and between the City of South Gate, a municipal corporation ("City"), and Sequel Contractors, Inc., a California corporation, License No. 610600 ("Contractor"). City and Contractor are sometimes hereinafter individually referred to as a "Party" and collectively referred to as "Parties."

The City and the Contractor hereto mutually agree as follows:

## ARTICLE I

THE PROJECT

For and in consideration of the mutual promises set forth herein, Contractor agrees with City to perform and complete in good and workmanlike manner all work required by the Contract Documents for City Contract No. _____, which involves the **Tweedy Mile Complete Streets Project, City Project No. 614-ST.**

Said work shall be performed in accordance with the Plans, Specifications, and other Contract Documents, all of which are referenced in Article III hereof and incorporated herein as though fully set forth. Contractor shall furnish at its own expense all labor, materials, equipment and services necessary therefore, except such labor, materials, equipment and services as are specified in the Contract Documents to be furnished by City.

## ARTICLE II

CONTRACT SUM AND PAYMENT

For performing and completing the work in accordance with the Contract Documents, City shall pay Contractor, in full compensation therefore, the contract sum of **Seven Million Seven Hundred Forty Five Thousand One Hundred Seventy Five ($7,745,175)** set forth in the Bid Schedule(s) that are included among the Contract Documents. Said sum shall constitute payment in full for all work performed hereunder, including, without limitation, all labor, materials, equipment, tools and services used or incorporated in the work, supervision, administration, overhead, expenses and any and all other things required, furnished or incurred for completion of the work as specified in the Contract Documents. City shall make payments to Contractor on account of the contract sum at the time, in the manner, and upon the conditions specified in the Contract Documents.

## ARTICLE III

CONTRACT DOCUMENTS

The Contract Documents, which constitute the entire Agreement between the City and the Contractor, are enumerated as follows: the Notice Inviting Bids, the Instructions to Bidders, the Accepted Proposal, the Bid Schedule(s), the List of Subcontractors, Contractor's Industrial Safety Record, the Contractors Qualification Statement, the Bid Security Forms for Check or Bond, this Agreement, the Worker's Compensation Insurance Certificate, the Performance Bond, the Payment Bond, the Non-Collusion Affidavit, the Specifications, and Special Provisions and all addenda as prepared prior to the date of bid opening setting forth any modifications or interpretations of any of said documents, and any and all supplemental agreements heretofore or herewith executed amending or extending the work contemplated and which may be required to complete the work in a substantial and acceptable manner, all of which are referred to as the Contract Documents. These form the entire "Contract", and all are as fully a part of the Contract as if attached to this Agreement or repeated herein.

## ARTICLE IV

INDEMNIFICATION

The Contractor shall indemnify, hold harmless and defend (with counsel selected by the City), the City of South Gate and its affiliated entities, its officers, employees, consultants and sub-consultants, their respective officers, agents, employees (collectively the "Indemnified Parties"), from any and all claims and losses whatsoever occurring or resulting to any and all persons, firms, or corporations furnishing or supplying work, services, materials, or supplies in connection with the performance of this Agreement, any and all claims, lawsuits or actions arising from the awarding or execution of this Agreement, and from any and all claims and losses occurring or resulting to any person, firm, corporation or property for damage, injury, death arising out of or connected with the Contractor's obligation to indemnify, defend and save harmless the "Indemnified Parties" as stated hereinabove including, but not be limited to, paying all legal fees and costs incurred in connection with any such claims, losses, lawsuits or actions. THIS PROVISION SHALL SURVIVE THE COMPLETION OF WORK AND SERVICES TO BE PROVIDED UNDER THIS AGREEMENT AND THE OTHER CONTRACT DOCUMENTS.

## ARTICLE V

COMMENCEMENT, COMPLETION AND LIQUIDATED DAMAGES

Contractor shall commence work on a date to be specified in a written Notice to Proceed from the City's Director of Public Works and shall complete all work within One Hundred and Eighty (180) working days thereafter (subject to "force majeure" delays, if any, to the extent allowed under the Contract Documents). If the work is not completed within that time, Contractor shall owe and pay to the City liquidated damages in the amount or amounts set forth in the Contract Documents.

## ARTICLE VI

EFFECTIVE DATE

This Agreement shall become effective and commence on July 9, 2024.

**IN WITNESS WHEREOF,** the Parties hereto have caused this Agreement to be executed and attested by their respective officers thereunto duly authorized.

**CITY OF SOUTH GATE:**

By:_____
Gil Hurtado, Mayor

Dated:_____

**ATTEST:**

By:_____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

DRAFT

By:_____
Raúl F. Salinas, City Attorney

**SEQUEL CONTRACTORS, INC.**

By:_____
Thomas Pack, President

Dated: _____

## WORKER'S COMPENSATION INSURANCE CERTIFICATE

The Contractor shall execute the following form as required by the California Labor Code, Sections 1860 AND 1861.

> I am aware of the provisions of Section 3700 of the Labor Code which require every employer to be insured against liability for workers' compensation or to undertake self-insurance in accordance with the provisions of that Code, and I will comply with such provisions before commencing the performance of the work of this Contract.

DATED:_____

**SEQUEL CONTRACTORS, INC.**
Contractor

By:_____
Thomas Pack

_____President_____
Title

ATTEST:

By:_____
Signature

_____
Title

## INDEMNIFICATION AND LIABILITY INSURANCE REQUIREMENTS

The following requirements must be met when submitting insurance certificates to the City of South Gate in connection with Public Works and other projects:

1. The insurance certificate must be issued to the City of South Gate, 8650 California Avenue, South Gate, CA 90280, attention of the City Engineer.

2. The City of South Gate, South Gate Housing Authority, and their officers, employees, elected officials, and agents must be shown as additional insured per ISO CG 20 10 11 85, and separate endorsement signed by an authorized representative of the insurance company is required.

3. The City has the right to request a copy of complete insurance policy including all endorsements and certificates.

4. The Certificate must include cross liability coverage either included in the Commercial General Liability coverage, and so indicate on the face of the Certificate under that heading or by separate endorsement.

5. The Certificate should also indicate that the insurance covers "All Operations" or should specify the particular services to be provided.

6. Contractor shall procure and maintain for the duration of the Contract insurance against claims for injuries to persons or damages to property which may arise from or in connection with the performance of the work hereunder by the Contractor, his agents, representatives, employees or subcontractors.

   Minimum Scope of Insurance

   Coverage shall be at least as broad as:

   1. Insurance Services Office Commercial General Liability coverage (occurrence from CG 0001).

   2. Insurance Services Office form number CA 0001 (Ed. 1/87) covering Automobile Liability, code 1 (any auto).

   3. Workers' Compensation insurance as required by the State of California and Employer's Liability Insurance.

   4. Course of Construction insurance covering for "all risks" of loss. Earthquake and flood insurance is not required to be furnished by the Contractor.

Contractor shall maintain limits no less than:

1. General Liability: $1,000,000 per occurrence for bodily injury, personal injury and property damage. If Commercial General Liability Insurance or other form with a general aggregate limit is used, either the general aggregate limit shall apply separately to the project which is the subject of this Agreement and the location where work thereunder is to be performed, or the general aggregate limit shall be twice the required occurrence limit.

2. Automobile Liability: $1,000,000 per accident for bodily injury and property damage.

3. Employer's Liability: $1,000,000 per accident for bodily injury or disease.

4. Course of Construction: Completed value of the project that is the subject of this Agreement.

Deductibles and Self-Insured Retention

Any deductibles or self-insured retention must be declared to and approved by the City. At the option of the City, either the insurer shall reduce or eliminate such deductibles or self-insured retention as respects the City, its officers, officials, employees and volunteers; or the Contractor shall provide a financial guarantee satisfactory to the City guaranteeing payment of losses and related investigations, claim administration and defense expenses.

Other Insurance Provisions

The general liability and automobile policies are to contain, or be endorsed to contain, the following provisions:

1. The City, its officers, officials, employees, and volunteers are to be covered as insurers with respect to liability arising out of automobiles owned, leased, hired or borrowed by or on behalf of the Contractor; and with respect to liability arising out of work or operations performed by or on behalf of the Contractor including materials, parts or equipment furnished in connection with such work or operations. General liability coverage can be provided in the form of an endorsement to the Contractor's insurance or as a separate owner's policy.

2. For any claims related to the project that is the subject of this Agreement, the Contractor's insurance coverage shall be primary insurance as respects the City, its officers, officials, employees, and volunteers. Any insurance or self-insurance maintained by the City, its officers, officials, employees, or volunteers shall be excess of the Contractor's insurance and shall not contribute with it.

3. Each insurance policy required by this clause shall be endorsed to state that coverage shall not be canceled, or modified, by either party, except after thirty (30)

days' prior written notice by certified mail, return receipt requested, has been given to the City.

Course of construction policies shall contain the following provisions:

1. The City shall be named as loss payee.
2. The insurer shall waive all rights of subrogation against the City.

Acceptability of Insurers
Insurance is to be placed with insurers with a current A.M. Best's rating of no less than A:VII.

Verification of Coverage
Contractor shall furnish the City with original certificates and amendatory endorsements effecting coverage required by this clause. The endorsements should be on forms provided by the City or on other than the City's forms, provided those endorsements or policies conform to the requirements. All certificates and endorsements are to be received and approved by the City before work commences. The City reserves the right to require complete, certified copies of all required insurance policies, including endorsements affecting the coverage required by these specifications at any time.

Subcontractors
Contractor shall include all subcontractors as insurers under its policies or shall furnish separate certificates and endorsements for each subcontractor. All coverage for subcontractors shall be subject to all of the requirements stated herein.

Indemnification
The Contractor shall indemnify, hold harmless and defend (with counsel selected by the City of South Gate), the City of South Gate, the City of South Gate Housing Authority, their consultants and sub-consultants, and their respective officers, agents, and employees, from any and all claims and losses whatsoever occurring or resulting to any and all persons, firms, corporations or other entities furnishing or supplying work, services, materials, or supplies in connection with the performance of this Agreement, any and all claims, lawsuits or actions arising from the awarding or execution of this Agreement, and from any and all claims and losses occurring or resulting to any person, firm, corporation or other entity, or property for damage, injury, death arising out of or connected with the Contractor's obligation to indemnify, defend and save harmless the City of South Gate, the City of South Gate Housing Authority, their consultants, sub-consultants, and other parties listed above, as stated hereinabove shall include, but not be limited to, paying all legal fees and costs incurred by legal counsel of the City of South Gate's choice in representing the City of South Gate, the City of South Gate Housing Authority, consultants and sub-consultants in connection with any such claims, losses, lawsuits or actions. THIS PROVISION SHALL SURVIVE THE COMPLETION OF WORK AND SERVICES TO BE PROVIDED UNDER THIS AGREEMENT.

**THE TWEEDY MILE COMPLETE STREETS PROJECT**
**CITY PROJECT NO. 614-ST**

**FAITHFUL PERFORMANCE BOND**
**100% OF CONTRACT AMOUNT**

KNOW ALL MEN BY THESE PRESENTS:

**WHEREAS**, the City of South Gate ("City" herein) has awarded to **Sequel Contractors, Inc.** ("Contractor" herein) a Contract for:

**THE CONSTRUCTION OF THE TWEEDY MILE COMPLETE STREETS PROJECT, CITY PROJECT NO. 614-ST**; and

**WHEREAS**, said Contract is incorporated herein by this reference; and

**WHEREAS**, said Contractor is required under the terms of said Contract to furnish a bond for the faithful performance of said Contract;

**NOW, THEREFORE**, we, Contractor and _____ as Surety, are held and firmly bound unto the City in the penal sum of **Seven Million Seven Hundred Forty-Five Thousand One Hundred Seventy Five ($7,745,175)** lawful money of the United States, for the payment of which we bind ourselves, our heirs, successors, executors and administrators, jointly and severally, firmly by these presents.

The condition of this obligation is such that the obligation shall become null and void if the above-bounded Contractor, his or its heirs, executors, administrators, successors, or assigns, shall in all things stand to, abide by, well and truly keep and perform the covenants, conditions and provisions in said Contract and any alteration thereof made as therein provided, on his or their part, to be kept and performed at the time and in the manner therein specified, and in all respects according to their true intent and meaning, and shall indemnify and save harmless the City, its officers, agents and employees, as therein stipulated; otherwise, this obligation shall be and remain in full force and effect.

As a part of the obligation secured hereby, and in addition to the face amount specified, costs and reasonable expenses and fees shall be included, including reasonable attorneys' fees, incurred by the City in successfully enforcing the obligation, all to be taxed as costs and included in any judgment rendered.

The Surety hereby stipulates and agrees that no change, extension of time, alteration or addition to the terms of the Contract, the work to be performed thereunder, or the specifications that accompany the Contract shall in any manner affect its obligations on this bond. The Surety hereby waives notice of any such change, extension of time, alteration or addition to the terms of the Contract, the work, or the specifications.

Note: All signatures must be acknowledged before a notary public. Attach appropriate acknowledgment.

**CONTRACTOR NAME:**

**SEQUEL CONTRACTORS, INC.**

By: _____
Name

Title: President

_____

_____
(Type address of Contractor)

_____
(Type name of Surety)

_____

_____
(Type address of Surety)

By: _____
(Signature of authorized officer)

_____
(Title of officer)

APPROVED AS TO FORM:

By: _____
Raúl F. Salinas, City Attorney

**THE TWEEDY MILE COMPLETE STREETS PROJECT**
**CITY PROJECT NO. 614-ST**

**100% PAYMENT BOND**

**WHEREAS**, the City of South Gate, South Gate, California ("City" herein), has awarded to **Sequel Contractors, Inc.**, ("Contractor" herein) a Contract for the work described as follows:

**THE CONSTRUCTION OF THE TWEEDY MILE COMPLETE STREETS PROJECT, CITY PROJECT NO. 614-ST**

**WHEREAS**, said Contractor is required to furnish a bond in connection with said Contract, to secure the payment of claims of laborers, mechanics, material suppliers and other persons, as provided by law;

**NOW, THEREFORE**, we, the undersigned Contractor and Surety, are held firmly bound unto the City in the sum of **Seven Million Seven Hundred Forty-Five Thousand One Hundred Seventy Five ($7,745,175)** for which payment well and truly to be made we bind ourselves, our heirs, executors and administrators, successors and assigns, jointly and severally, firmly by these presents.

**THE CONDITION OF THIS OBLIGATION IS SUCH THAT**, if said Contractor, its heirs, executors, administrators, successors, assigns, or subcontractors shall fail to pay any of the persons named in Civil Code Section 9100(a), or amounts due under the Unemployment Insurance Code with respect to work or labor performed under the Contract, or any amounts required to be deducted, withheld, and paid over to the Employment Development Department from the wages of employees of the Contractor and its subcontractors pursuant to Section 13020 of the Unemployment Insurance Code, with respect to such work and labor, then the Surety herein will pay for the same in an amount not exceeding the sum specified in this bond, otherwise the above obligation shall be void. If suit is brought upon this bond, the said Surety will pay a reasonable attorney's fee to the plaintiff(s) and the City in an amount to be fixed by the court.

This bond shall inure to the benefit of any of the persons named in Civil Code Section 9100(a) as to give a right of action to such persons or their assigns in any suit brought upon this bond.

Said Surety, for value received, hereby stipulates and agrees that no change, extension of time, alteration or modification of the Contract Documents or the work to be performed thereunder shall in any way affect its obligations on this bond, and it does hereby waive notice of such change, extension of time, alteration or modification of the Contract Documents or of work to be performed thereunder.

**IN WITNESS WHEREOF**, this instrument has been duly executed by the above-named Contractor and Surety on _____, 2024.

Note: All signatures must be acknowledged before a notary public. Attach appropriate acknowledgment.

**CONTRACTOR:**

**SEQUEL CONTRACTORS, INC.**

By: _____
Name

Title: _____

_____

_____
(Type address of Contractor)

_____
(Type name of Surety)

_____

_____
(Type address of Surety)

By: _____
(Signature of authorized officer)

_____
(Title of officer)

APPROVED AS TO FORM:

By: _____
Raúl F. Salinas, City Attorney

**NON-COLLUSION AFFIDAVIT TO BE EXECUTED BY EACH AWARDEE OF A PRINCIPAL CONTRACT**

STATE OF CALIFORNIA )
) SS.
COUNTY OF )

_____ being first duly sworn, deposes and says that he is _____ of _____ (sole owner, a partner, president, etc.) _____ the party making the foregoing bid, that such bid is not made in the interest of or behalf of any undisclosed person, partnership, company, association, organization or corporation, that such bid is genuine and not collusive or sham, that said bidder has not directly or indirectly induced or solicited any other bidder to put in a false or sham bid, and has not directly or indirectly colluded, conspired, connived or agreed with any bidder or anyone else to put in a sham bid, or that anyone shall refrain from bidding, that said bidder has not in any manner, directly or indirectly, sought by agreements, communication or conference with anyone to fix the bid price of said bidder or of any other bidder, or to fix the overhead, profit or cost element of such bid price, or of that of any other bidder, or to secure any advantage against the public body awarding the Contract or anyone interested in the proposed Contract; that all statements contained in such bid are true and, further, that said bidder has not, directly or indirectly, submitted his bid price, or any breakdown thereof, or the contents thereof, or divulged information or data relative thereto, or paid and will not pay any fee in connection therewith to any corporation, partnership, company, association, organization, bid depository or to any member or agent thereof, or to any other individual, except to such person or persons as have a partnership or other financial interest with said bidder in their general business.

Signed _____

_____
Title

Subscribed and sworn to before me this _____ day of_____, 2024.

_____
Notary Public

(Attach Notary Certificate)

LOCATION MAP




Attachment B

# Attachment C

TWEEDY MILE COMPLETE STREETS PROJECT
CITY PROJECT NO. 614-ST, FEDERAL PROJECT NO. ATPL-5257 (039)

BID MATRIX

DATE: 6/18/2024

BY: JL

| | | | |
|---|---|---|---|
| | $ 7,245,175.00 | $ 7,930,115.00 | $ 8,967,954.45 |
| 2% | $ 144,903.50 | $ 158,602.30 | $ 179,359.09 |
| 5% | $ 362,258.75 | $ 396,505.75 | $ 448,397.72 |

| NO. | ITEM DESCRIPTION | QTY | UNIT | ENGINEER'S ESTIMATE | | SEQUEL CONTRACTOR INC | | SULLY-MILLER CONTRACTING CO. | | ALL AMERICAN ASPHALT | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL |
| 1 * | Mobilization / Demobilization (not to exceed 2% of construction cost) | 1 | LS | $ 144,291.00 | $ 144,291.00 | $ 150,000.00 | $ 150,000.00 | $134,000.00 | $ 134,000.00 | $ 150,000.00 | $ 150,000.00 |
| 2 * | Traffic Control (not to exceed 5% of construction cost) | 1 | LS | $ 360,728.00 | $ 360,728.00 | $ 350,000.00 | $ 350,000.00 | $332,000.00 | $ 332,000.00 | $ 400,000.00 | $ 400,000.00 |
| 3 | Storm Water Pollution Prevention Plan (Allowance) | 1 | LS | $ 40,000.00 | $ 40,000.00 | $ 40,000.00 | $ 40,000.00 | $ 40,000.00 | $ 40,000.00 | $ 40,000.00 | $ 40,000.00 |
| 4 | Remove Existing Paver Crosswalk and Construct 9.5" AC Pavement (Type B-PG 64-10) Base Course | 4,710 | SF | $ 22.00 | $ 103,620.00 | $ 35.00 | $ 164,850.00 | $ 20.00 | $ 94,200.00 | $ 40.00 | $ 188,400.00 |
| 5 | *Demolition / Unclassified Excavation* | *1,950* | *CY* | $ 350.00 | $ 682,500.00 | $ 420.00 | $ 819,000.00 | $ 350.00 | $ 682,500.00 | $ 425.00 | $ 828,750.00 |
| 6 | Cold Mill AC Pavement, 2" Depth | 39,300 | SF | $ 0.50 | $ 19,650.00 | $ 1.00 | $ 39,300.00 | $ 1.00 | $ 39,300.00 | $ 0.46 | $ 18,078.00 |
| 7 | *Cold Mill AC Pavement, 2.5" Depth* | *301,100* | *SF* | $ 0.60 | $ 180,660.00 | $ 0.90 | $ 270,990.00 | $ 0.70 | $ 210,770.00 | $ 0.56 | $ 168,616.00 |
| 8 | *Construct 2.5" ARHM-GG Pavement Overlay* | *5,170* | *TON* | $ 150.00 | $ 775,500.00 | $ 142.00 | $ 734,140.00 | $ 150.00 | $ 775,500.00 | $ 150.00 | $ 775,500.00 |
| 9 | *Construct 9.5" AC Pavement (Type B-PG 64-10) Base Course* | *600* | *TON* | $ 150.00 | $ 90,000.00 | $ 150.00 | $ 90,000.00 | $ 235.00 | $ 141,000.00 | $ 350.00 | $ 210,000.00 |
| 10 | *Construct 6" AC Pavement (Type B-PG 64-10) Base Course* | *1,265* | *TON* | $ 150.00 | $ 189,750.00 | $ 155.00 | $ 196,075.00 | $ 225.00 | $ 284,625.00 | $ 350.00 | $ 442,750.00 |
| 11 | Construct 2" ARHM-GG Pavement Overlay | 485 | TON | $ 150.00 | $ 72,750.00 | $ 200.00 | $ 97,000.00 | $ 260.00 | $ 126,100.00 | $ 150.00 | $ 72,750.00 |
| 12 | *Construct Variable Height PCC Curb and 24" Gutter Over 6" CMB* | *1,675* | *LF* | $ 50.00 | $ 83,750.00 | $ 65.00 | $ 108,875.00 | $ 110.00 | $ 184,250.00 | $ 150.00 | $ 251,250.00 |
| 13 | *Construct 4" PCC Sidewalk Over 3" CMB* | *8,955* | *SF* | $ 14.00 | $ 125,370.00 | $ 16.00 | $ 143,280.00 | $ 22.00 | $ 197,010.00 | $ 25.00 | $ 223,875.00 |
| 14 | Construct 4" PCC Decorative Sidewalk Over 3" CMB | 3,100 | SF | $ 25.00 | $ 77,500.00 | $ 20.00 | $ 62,000.00 | $ 20.00 | $ 62,000.00 | $ 28.00 | $ 86,800.00 |
| 15 | *Construct 4" PCC Curb Ramp Over 3" CMB with Detectable Warning Surface* | *26* | *EA* | $ 8,000.00 | $ 208,000.00 | $ 4,100.00 | $ 106,600.00 | $ 3,300.00 | $ 85,800.00 | $ 15,000.00 | $ 390,000.00 |
| 16 | *Remove Existing and Construct 4" PCC Curb Ramp Over 3" CMB with Detectable Warning Surface* | *56* | *EA* | $ 10,000.00 | $ 560,000.00 | $ 6,000.00 | $ 336,000.00 | $ 7,500.00 | $ 420,000.00 | $ 19,000.00 | $ 1,064,000.00 |
| 17 | Construct Variable Height PCC Retaining Curb Over 6" CMB | 140 | LF | $ 50.00 | $ 7,000.00 | $ 39.00 | $ 5,460.00 | $ 110.00 | $ 15,400.00 | $ 110.00 | $ 15,400.00 |
| 18 | *Construct 12" PCC Pavement Over 8" CMB* | *435* | *SF* | $ 40.00 | $ 17,400.00 | $ 25.00 | $ 10,875.00 | $ 55.00 | $ 23,925.00 | $ 80.00 | $ 34,800.00 |
| 19 | Remove Existing and Construct 6" Thick PCC Driveway Over 6" CMB | 700 | SF | $ 35.00 | $ 24,500.00 | $ 28.00 | $ 19,600.00 | $ 45.00 | $ 31,500.00 | $ 50.00 | $ 35,000.00 |
| 20 | *Unclassified Fill* | *80* | *CY* | $ 100.00 | $ 8,000.00 | $ 100.00 | $ 8,000.00 | $ 250.00 | $ 20,000.00 | $ 200.00 | $ 16,000.00 |
| 21 | Furnish and Install Under Sidewalk Rectangular Drain Pipe | 330 | LF | $ 300.00 | $ 99,000.00 | $ 150.00 | $ 49,500.00 | $ 200.00 | $ 66,000.00 | $ 335.00 | $ 110,550.00 |
| 22 | Construct Curb Drain | 280 | LF | $ 75.00 | $ 21,000.00 | $ 20.00 | $ 5,600.00 | $ 175.00 | $ 49,000.00 | $ 105.00 | $ 29,400.00 |
| 23 | *Construct 8" Thick PCC Partial Local Depression Over 6" CMB* | *155* | *SF* | $ 26.00 | $ 4,030.00 | $ 20.00 | $ 3,100.00 | $ 60.00 | $ 9,300.00 | $ 60.00 | $ 9,300.00 |
| 24 | *Construct Paver Crosswalks* | *8,930* | *SF* | $ 55.00 | $ 491,150.00 | $ 65.00 | $ 580,450.00 | $ 89.00 | $ 794,770.00 | $ 75.00 | $ 669,750.00 |
| 25 | Double Adjustment of Water Valve to Grade | 5 | EA | $ 600.00 | $ 3,000.00 | $ 2,000.00 | $ 10,000.00 | $ 1,075.00 | $ 5,375.00 | $ 2,000.00 | $ 10,000.00 |
| 26 | Double Adjustment of Gas Valve to Grade | 4 | EA | $ 600.00 | $ 2,400.00 | $ 2,000.00 | $ 8,000.00 | $ 1,075.00 | $ 4,300.00 | $ 2,000.00 | $ 8,000.00 |
| 27 | Double Adjustment of Sewer Manhole Frame & Cover to Grade | 1 | EA | $ 1,200.00 | $ 1,200.00 | $ 2,500.00 | $ 2,500.00 | $ 2,700.00 | $ 2,700.00 | $ 2,000.00 | $ 2,000.00 |
| 28 | Adjust Traffic Signal Pull Box to Grade | 22 | EA | $ 600.00 | $ 13,200.00 | $ 400.00 | $ 8,800.00 | $ 970.00 | $ 21,340.00 | $ 1,000.00 | $ 22,000.00 |
| 29 | Adjust Street Lighting Pull Box to Grade | 5 | EA | $ 600.00 | $ 3,000.00 | $ 400.00 | $ 2,000.00 | $ 600.00 | $ 3,000.00 | $ 800.00 | $ 4,000.00 |
| 30 | Adjust Electric Pull Box to Grade | 4 | EA | $ 600.00 | $ 2,400.00 | $ 400.00 | $ 1,600.00 | $ 1,400.00 | $ 5,600.00 | $ 1,600.00 | $ 6,400.00 |
| 31 | Adjust Water Meter to Grade | 2 | EA | $ 600.00 | $ 1,200.00 | $ 400.00 | $ 800.00 | $ 3,000.00 | $ 6,000.00 | $ 1,200.00 | $ 2,400.00 |
| 32 | Adjust Gas Meter to Grade | 17 | EA | $ 600.00 | $ 10,200.00 | $ 400.00 | $ 6,800.00 | $ 2,500.00 | $ 42,500.00 | $ 1,200.00 | $ 20,400.00 |
| 33 | Remove and Salvage Existing and Construct New Fire Hydrant | 2 | EA | $ 15,000.00 | $ 30,000.00 | $ 15,000.00 | $ 30,000.00 | $ 40,000.00 | $ 80,000.00 | $ 28,500.00 | $ 57,000.00 |
| 34 | Install Vehicle Detector Loops | 96 | EA | $ 720.00 | $ 69,120.00 | $ 600.00 | $ 57,600.00 | $ 700.00 | $ 67,200.00 | $ 700.00 | $ 67,200.00 |
| 35 | Remove Existing and Construct 12" PCC Pavement Over 8" CMB | 190 | SF | $ 55.00 | $ 10,450.00 | $ 35.00 | $ 6,650.00 | $ 85.00 | $ 16,150.00 | $ 100.00 | $ 19,000.00 |
| 36 | Remove Existing and Install New Rigid Metal Vehicle Loop Detector Stub Out | 40 | EA | $ 1,000.00 | $ 40,000.00 | $ 200.00 | $ 8,000.00 | $ 1,200.00 | $ 48,000.00 | $ 1,400.00 | $ 56,000.00 |
| 37 | Remove Existing Dead/Leaning Trees | 5 | EA | $ 950.00 | $ 4,750.00 | $ 3,000.00 | $ 15,000.00 | $ 1,600.00 | $ 8,000.00 | $ 1,800.00 | $ 9,000.00 |

| | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 38 | *Furnish & Install 4' Tall Green Screen Barrier at New Parklets* | *104* | *LF* | $ 240.00 | $ 24,960.00 | $ 480.00 | $ 49,920.00 | $ 225.00 | $ 23,400.00 | $ 700.00 | $ 72,800.00 |
| 39 | *Furnish and Install 6' Long Steel Pedestrian Bench with Back, Arms, and Seat Divider* | *14* | *EA* | $ 3,540.00 | $ 49,560.00 | $ 3,500.00 | $ 49,000.00 | $ 4,200.00 | $ 58,800.00 | $ 3,200.00 | $ 44,800.00 |
| 40 | 36" Box Tree Planting | 7 | EA | $ 1,100.00 | $ 7,700.00 | $ 1,500.00 | $ 10,500.00 | $ 1,600.00 | $ 11,200.00 | $ 1,500.00 | $ 10,500.00 |
| 41 | Furnish and Install Top-Opening Waste Container Assembly | 104 | EA | $ 3,060.00 | $ 318,240.00 | $ 2,800.00 | $ 291,200.00 | $ 3,100.00 | $ 322,400.00 | $ 2,700.00 | $ 280,800.00 |
| 42 | *Furnish and Install Steel Bicycle Rack* | *28* | *EA* | $ 810.00 | $ 22,680.00 | $ 1,200.00 | $ 33,600.00 | $ 1,600.00 | $ 44,800.00 | $ 1,300.00 | $ 36,400.00 |
| 43 | Furnish and Install Prefabricated Bus Shelter | 3 | EA | $ 18,900.00 | $ 56,700.00 | $ 30,000.00 | $ 90,000.00 | $ 32,200.00 | $ 96,600.00 | $ 26,000.00 | $ 78,000.00 |
| 44 | Soil Testing and Report, Soil Amendment, and Finish Grading in Landscape Areas | 2,500 | SF | $ 6.50 | $ 16,250.00 | $ 1.50 | $ 3,750.00 | $ 3.00 | $ 7,500.00 | $ 3.00 | $ 7,500.00 |
| 45 | *24" Box Tree Planting* | *15* | *EA* | $ 780.00 | $ 11,700.00 | $ 1,000.00 | $ 15,000.00 | $ 770.00 | $ 11,550.00 | $ 1,000.00 | $ 15,000.00 |
| 46 | 1 Gallon Vines for Green Screen | 16 | EA | $ 160.00 | $ 2,560.00 | $ 30.00 | $ 480.00 | $ 20.00 | $ 320.00 | $ 25.00 | $ 400.00 |
| 47 | 1 Gallon Shrubs and Ground Covers | 400 | EA | $ 35.00 | $ 14,000.00 | $ 35.00 | $ 14,000.00 | $ 15.00 | $ 6,000.00 | $ 20.00 | $ 8,000.00 |
| 48 | 3" Thick Layer Shredded Bark Mulch Throughout Landscape Areas | 2,500 | SF | $ 5.50 | $ 13,750.00 | $ 1.00 | $ 2,500.00 | $ 3.00 | $ 7,500.00 | $ 3.00 | $ 7,500.00 |
| 49 | 52-Week Contractor Maintenance Period | 1 | LS | $ 36,000.00 | $ 36,000.00 | $ 65,000.00 | $ 65,000.00 | $ 133,000.00 | $ 133,000.00 | $ 135,000.00 | $ 135,000.00 |
| 50 | *NOT USED* | - | - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| 51 * | Traffic Signal Modification at Tweedy Boulevard and Victoria Avenue | 1 | LS | $ 46,380.00 | $ 46,380.00 | $ 110,000.00 | $ 110,000.00 | $ 116,000.00 | $ 116,000.00 | $ 60,000.00 | $ 60,000.00 |
| 52 * | Install Rectangular Rapid Flashing Beacon System at Tweedy Boulevard and Elizabeth Avenue | 1 | LS | $ 110,000.00 | $ 110,000.00 | $ 60,000.00 | $ 60,000.00 | $ 40,000.00 | $ 40,000.00 | $ 80,000.00 | $ 80,000.00 |
| 53 * | Install Rectangular Rapid Flashing Beacon System at Tweedy Boulevard and San Gabriel Avenue | 1 | LS | $ 110,000.00 | $ 110,000.00 | $ 60,000.00 | $ 60,000.00 | $ 43,000.00 | $ 43,000.00 | $ 80,000.00 | $ 80,000.00 |
| 54 * | Install Rectangular Rapid Flashing Beacon System at Tweedy Boulevard and San Luis Avenue | 1 | LS | $ 110,000.00 | $ 110,000.00 | $ 60,000.00 | $ 60,000.00 | $ 37,000.00 | $ 37,000.00 | $ 70,000.00 | $ 70,000.00 |
| 55 * | Install Rectangular Rapid Flashing Beacon System at Tweedy Boulevard and Dorothy Avenue | 1 | LS | $ 110,000.00 | $ 110,000.00 | $ 60,000.00 | $ 60,000.00 | $ 43,000.00 | $ 43,000.00 | $ 80,000.00 | $ 80,000.00 |
| 56 | Remove Existing and Install Signing, Striping, Pavement Markings, Raised Pavement Markers, and Curb Markings | 1 | LS | $ 246,500.00 | $ 246,500.00 | $ 325,000.00 | $ 325,000.00 | $ 263,000.00 | $ 263,000.00 | $ 320,000.00 | $ 320,000.00 |
| 57 | *Remove Existing and Furnish and Install Wayfinding Signs* | *120* | *EA* | $ 2,500.00 | $ 300,000.00 | $ 750.00 | $ 90,000.00 | $ 720.00 | $ 86,400.00 | $ 900.00 | $ 108,000.00 |
| 58 | *Furnish and Install Construction Project Signs* | *4* | *EA* | $ 2,500.00 | $ 10,000.00 | $ 2,000.00 | $ 8,000.00 | $ 320.00 | $ 1,280.00 | $ 1,600.00 | $ 6,400.00 |
| 59 | *Remove Existing and Construct 4" PCC Sidewalk Over 3" CMB* | *1,970* | *SF* | $ 22.00 | $ 43,340.00 | $ 20.00 | $ 39,400.00 | $ 45.00 | $ 88,650.00 | $ 24.00 | $ 47,280.00 |
| 60 | Remove Existing PCC Curb Ramp and Construct 4" PCC Sidewalk Over 3" CMB | 290 | SF | $ 22.00 | $ 6,380.00 | $ 20.00 | $ 5,800.00 | $ 55.00 | $ 15,950.00 | $ 75.00 | $ 21,750.00 |

| | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 61 | *Remove Existing and Construct 9.5" AC (Type B-PG 64-10) Pavement Repair* | *2,460* | *SF* | $ 20.00 | $ 49,200.00 | $ 18.00 | $ 44,280.00 | $ 25.00 | $ 61,500.00 | $ 20.00 | $ 49,200.00 |
| 62 | Remove Existing and Construct Variable Height PCC Curb Over 6" CMB | 30 | LF | $ 80.00 | $ 2,400.00 | $ 125.00 | $ 3,750.00 | $ 300.00 | $ 9,000.00 | $ 110.00 | $ 3,300.00 |
| 63 | *Double Adjustment of Storm Drain Manhole Frame & Cover to Grade* | *5* | *EA* | $ 1,200.00 | $ 6,000.00 | $ 2,500.00 | $ 12,500.00 | $ 2,700.00 | $ 13,500.00 | $ 2,231.09 | $ 11,155.45 |
| 64 | *Relocate Existing Street Light Pole* | *6* | *EA* | $ 10,000.00 | $ 60,000.00 | $ 25,000.00 | $ 150,000.00 | $ 13,000.00 | $ 78,000.00 | $ 15,000.00 | $ 90,000.00 |
| | | | | TOTAL $ | $ 6,361,369.00 | | $ 6,202,125.00 | | $ 6,748,465.00 | | $ 8,238,154.45 |

ADDITIVE ALTERNATE BID ITEMS

| | | | | ENGINEER'S ESTIMATE | | SEQUEL CONTRACTOR INC | | SULLY-MILLER CONTRACTING CO. | | ALL AMERICAN ASPHALT | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| NO. | ITEM DESCRIPTION | QTY | UNIT | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL |
| A1 | Furnish and Install Northport Embedded Steel Bollard With Concrete Footing | 67 | EA | $ 3,500.00 | $ 234,500.00 | $ 2,400.00 | $ 160,800.00 | $ 2,800.00 | $ 187,600.00 | $ 3,800.00 | $ 254,600.00 |
| *A2* | *Remove Existing and Construct New Parklets* | *32* | *EA* | $ 28,000.00 | $ 896,000.00 | $ 40,500.00 | $ 1,296,000.00 | $ 42,500.00 | $ 1,360,000.00 | $ 26,000.00 | $ 832,000.00 |
| A3.1 | Remove Existing and Install New Pedestrian Heads at Signalized Intersections | 69 | EA | $ 2,340.00 | $ 161,460.00 | $ 550.00 | $ 37,950.00 | $ 650.00 | $ 44,850.00 | $ 1,600.00 | $ 110,400.00 |
| A3.2 | Remove Existing and Install New Pedestrian Push Buttons at Signalized Intersections | 69 | EA | $ 960.00 | $ 66,240.00 | $ 700.00 | $ 48,300.00 | $ 800.00 | $ 55,200.00 | $ 1,200.00 | $ 82,800.00 |
| | | | | TOTAL $ | $ 1,358,200.00 | | $ 1,543,050.00 | | $ 1,647,650.00 | | $ 1,279,800.00 |
| | | | | AWARD OF PROJECT $ | 7,719,569.00 | | $ 7,745,175.00 | | $ 8,396,115.00 | | $ 9,517,954.45 |

DEDUCTIVE BID ITEMS

| | | | | ENGINEER'S ESTIMATE | | SEQUEL CONTRACTOR INC | | SULLY-MILLER CONTRACTING CO. | | ALL AMERICAN ASPHALT | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| NO. | ITEM DESCRIPTION | QTY | UNIT | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL | UNIT PRICE | TOTAL |
| 7 | DEDUCT Cold Mill AC Pavement, 2.5" Depth | 314,000 | SF | $ (0.60) | $ (188,400.00) | $ 0.90 | $ (282,600.00) | $ (0.70) | $ (219,800.00) | $ (0.56) | $ (175,840.00) |

| | | | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 8 | DEDUCT Construct 2.5" ARHM-GG Pavement Overlay | 5,360 | TON | $ | (150.00) | $ | (804,000.00) | $ | 142.00 | $ | (761,120.00) | $ | (150.00) | $ | (804,000.00) | $ | (0.72) | $ | (3,859.20) |
| 7A | ADD Cold Mill AC Pavement, 3" Depth | 314,000 | SF | $ | 0.70 | $ | 219,800.00 | $ | 1.25 | $ | 392,500.00 | $ | 0.80 | $ | 251,200.00 | $ | 1.50 | $ | 471,000.00 |
| 8A | ADD Construct 1" AC Pavement (Type B-PG 64-10) Base Course | 2,140 | TON | $ | 150.00 | $ | 321,000.00 | $ | 168.00 | $ | 359,520.00 | $ | 145.00 | $ | 310,300.00 | $ | 168.00 | $ | 359,520.00 |
| 8B | ADD Construct 2" ARHM-GG Pavement Overlay | 4,280 | TON | $ | 150.00 | $ | 642,000.00 | $ | 178.70 | $ | 764,836.00 | $ | 143.00 | $ | 612,040.00 | $ | 155.00 | $ | 663,400.00 |
| | | | | | TOTAL | $ | 190,400.00 | | | $ | 473,136.00 | | | $ | 149,740.00 | | | $ | 1,314,220.80 |

## NOTICE OF EXEMPTION

| | | | |
|---|---|---|---|
| **TO:** | County Clerk/Registrar-Recorder<br>County of Los Angeles<br>Environmental Filings<br>12400 E. Imperial Hwy<br>Norwalk, CA 90650 | **FROM:** | Public Works Department<br>City of South Gate<br>8650 California Avenue<br>South Gate, CA 90280-3075 |

**Project Title and Location (including county):**

The Tweedy Mile Complete Streets Project, City Project No. 614-ST is located Dearborn Avenue to Dorothy Avenue, South Gate, CA 90280, County of Los Angeles.

**Project Description:** The Project proposes to enhance pedestrian, bike and motorist safety, implement traffic calming measures and address issues of deferred maintenance. Proposed improvements include high visibility crossing enhancements and corner bulb-outs at 11 intersections, parklets, in-roadway warning lights at four uncontrolled student crossings, traffic signal improvements for pedestrian safety, ADA ramp upgrades, paver restoration, and road rehabilitation from Dearborn Avenue to Dorothy Avenue.

**Name of Public Agency Approving Project:**
City of South Gate - Public Works Department

**Name of Person/Agency Carrying Out Project:**
Arturo Cervantes, P.E., Assistant City Manager/Director of Public Works - City of South Gate

**Exempt Status:** (Check one)

- ☐ Ministerial (Sec. 21080 (b) (1); 15268);
- ☐ Declared Emergency (Sec. 21080 (b) (3); 15269(a));
- ☐ Emergency Project (Sec. 21080 (b) (4); 15269(b) (c));
- ☐ Emergency Project (Sec. 21080 (b) (4); 15269(b) (c));
- ☒ Categorical Exemption: Section: 15301 Class: 1(c)
- ☐ Statutory Exemption: Section: _____ Class: _____

**Reasons why project is exempt:**
This project is Categorically Exempt under Existing Facilities Section 15301 Class 1(c) under alternation for existing highways and streets, sidewalks, gutters, bicycle and pedestrian trails, and) with negligible or no expansion of use.

**Lead Agency Contact Person and Phone Number:**
Arturo Cervantes, P.E., Assistant City Manager/Director of Public Works - City of South Gate
323-357-9567 acervantes@sogate.org

**Prepared and filed by the South Gate Public Works Department by:**

| | Arturo Cervantes, P.E., Assistant City Manager/Director of Public Works | |
|---|---|---|
| **Signature** | **Printed Name and Title** | **Date** |

Tweedy Mile Complete Streets Project
CIP No. 614, Federal Project No. ATPL-5257 (039)

Change Orders

| No. | Description | Amount |
|---|---|---|
| 1 | Spanish pedestrian signs | $ 1,361.23 |
| 2 | Removal of pavers | $ 120,510.45 |
| 3 | Adjustment of catch basin | $ 7,704.53 |
| 4 | New foundation for street light | $ 20,000.00 |
| 5 | Installation of drain grates | $ 1,765.27 |
| 6 | Removal of conflicting foundation | $ 1,930.29 |
| 7 | Grind of PCC to a 2.5 inches | $ 88,424.57 |
| 8 | Installation of PCC bus pads | $ 117,506.62 |
| 9 | Removal of concrete at deep lifts | $ 84,073.92 |
| 10 | 4 additional days | $ - |
| 11 | Change in design for way finding signs | $ 2,375.52 |
| 12 | Additional striping | $ 97,474.95 |
| 13 | Artificial vines | $ 32,273.07 |
| 14 | City logo on pavement | $ 91,249.91 |
| 15 | Completion of project on time | $ 350,000.00 |
| 16 | Actual construciton quantities | $ 144,792.65 |
| | **Total** | **$ 1,161,442.98** |

City of South Gate, Public Works Department

# Contract Change Order

Date September 9, 2024 Change Order No. 001 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $1,361.23 Extension of Contract, if warranted 0 working days

Reason for Change Due to the amount of pedestrian traffic and sidewalk work, additional pedestrian signs to be in Spanish, were requested by the city.

Description of Change Contractor is to procure 32 additional pedestrian signs in Spanish for use on the project. All signs will become the property of the city of South Gate when no longer necessary for the project.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | - |
| New Change Order Amount | $ | 1,361.23 |
| New Contract Amount | $ | 7,746,536.23 |

**The Changes described above are hereby authorized.**

Approved: September 9, 2024.

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

Sequel Contractors, Inc.
Contractor

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

SEQUEL CONTRACTORS, INC.
13546 IMPERIAL HIGHWAY
SANTA FE SPRINGS, CA 90670
Phone: (562) 802-7227

# CHANGE ORDER REQUEST

| | |
|---|---|
| Owner : City of South Gate | COR # 01.01 |
| Project Name: Tweedy Mile Complete Street Project | Date: 09/03/24 |
| Project No: 614-ST and ATPL-5257(039) | Days To Be Added: 0 |

Change Order Description: Quote to purchase signs in "Spanish". See attached quote from Hi-Way Safety.
After the project is complete, these signs will be handed over to the city.

## LABOR

| DESCRIPTION | REG | OT | DT | HOURLY RATE | TOTAL |
|---|---|---|---|---|---|
| | | | | | $ - |
| | | | | | $ - |
| | | | | | $ - |
| | | | | | $ - |
| | | | | TOTAL COST OF LABOR | $ - |
| | | | | MARK-UP 15% | $ - |
| | | | | TOTAL + MARK-UP | $ - |

## EQUIPMENT

| DESCRIPTION | HOURS | HOURLY RATE | TOTAL |
|---|---|---|---|
| | | | $ - |
| | | | $ - |
| | | | $ - |
| | | | $ - |
| | | TOTAL COST OF EQUIPMENT | $ - |
| | | MARK-UP 15% | $ - |
| | | TOTAL + MARK-UP | $ - |

## MATERIAL

| DESCRIPTION | UNIT | QTY | UNIT PRICE | TOTAL |
|---|---|---|---|---|
| | | | | $ - |
| Hi-Way Safety (see attached) | LS | 1 | $ 1,171.96 | $ 1,171.96 |
| | | | | $ - |
| | | | | $ - |
| | | | TOTAL COST OF MATERIAL | $ 1,171.96 |
| | | | MARK-UP 15% | $ 175.79 |
| | | | TOTAL + MARK-UP | $ 1,347.75 |

## SUB-CONTRACTOR

| DESCRIPTION | UNIT | QTY | UNIT PRICE | TOTAL |
|---|---|---|---|---|
| | | | | $ - |
| | | | | $ - |
| | | | | $ - |
| | | | | $ - |
| | | | TOTAL COST OF SUBCONTRACTOR WORK | $ - |
| | | | MARK-UP 5% | $ - |
| | | | TOTAL + MARK-UP | $ - |

| MARK-UP | |
|---|---|
| TYPE | AMOUNT |
| LABOR | 15% |
| EQUIPMENT | 15% |
| MATERIAL | 15% |
| SUB-CONTRACTOR | 5% |

| | | |
|---|---|---|
| SUB-TOTAL | $ | 1,171.96 |
| TOTAL MARK-UP | $ | 175.79 |
| BOND (1%) | $ | 13.48 |
| CHANGE ORDER TOTAL | $ | 1,361.23 |

HI-WAY SAFETY Inc. Works for you your worksite armor

Main Office:
13310 6th Street Chino Ca 91710
Tel (909) 591-1781
Escondido Office:
520 W. Grand Ave Escondido Ca 92025
Tel (760) 745-2250
Sacramento Office:
9510 Jackson Rd. Sacramento Ca 95827
Tel (916) 273-1600

# SALES ORDER Original

**Sales Order No.** 155184
**Sales Order Date:** 09/03/2024
**Ship Date:** 09/06/2024
**Customer No.:** C3666
**PO Ref. No.:** 637 tweedy
**Page No.:** Page 1 of 1

**BILL TO**
Sequel Contractors Inc.
13646 Imperial Highway
Santa Fe Springs CA 90670
US

**SHIP TO**
Sequel Contractors Inc.
13646 Imperial Highway
Santa Fe Springs CA 90670
US

**ORDER TOTAL**
$ 1,171.96
NET 30 ACCOUNTS
PLEASE DO NOT PAY THIS ORDER
WAIT FOR INVOICE TO PAY

**Sales Employee:** Abdel Ramos
**Contact Name:** Daniel Bustamonte
**Telephone:** 562-802-7227
**Terms:** NET 30

**Ship Via:** Our Truck

**Cancellation Date:** 10/06/2024
**Cancelled** No

| Item No. | Description | Quantity | Unit Price | Qty Shipped | Total |
|---|---|---|---|---|---|
| 104567 | R9-9(spanish) 24x12 black on white hi int .063 alum | 8.00 | $ 30.80 | 0.00 | $ 246.40 |
| 104567 | R9-11A left (spanish) 24x12 black on white hi int .063 alum | 8.00 | $ 30.80 | 0.00 | $ 246.40 |
| 104567 | R9-11A right (spanish) 24x12 black on white hi int .063 alum | 8.00 | $ 30.80 | 0.00 | $ 246.40 |
| 104567 | CROSSWALK CLOSED (spanish) 24x12 black on white hi int .063 alum | 8.00 | $ 30.80 | 0.00 | $ 246.40 |

| | |
|---|---|
| Subtotal | $ 986.60 |
| | 0.00 |
| Shipping | $ 75.00 |
| Tax | $ 111.36 |
| **Total Order Value** | **$ 1,171.96** |

**Remarks:** Based On Sales Quotations 47006.

**Signature** _____ **Date** _____

**Print Name** _____

Authority to Sign: Any individual signing represents and warrants that he/she of legal age and has the authority and power to sign on their own behalf or on behalf of their employer.
Terms of Payment: Net 30 following date of invoice. No Net Discounts. Accounts not paid within terms will be charged interest at the maximum allowable by law or at 1.5% per month. Court costs, attorney's fees or any other costs affiliated with the collection of past due accounts will be paid by purchaser.
Conditions: There are no warranties, expressed or implied, related in anyway or manner to this agreement. Hi-Way Safety disclaims any implied warranty or merchantability or implied warranty of fitness for a particular purpose and customer agrees that all equipment is sold "as is." Hi-Way Safety assumes no liability arising from the use or placement of this merchandise. All sales are final, except in special situations, as noted in writing in a separated agreement. Hi-Way Safety will not restock or repurchase any items sold herein. Delivery times cannot be guaranteed. Sales contract executed in Chino, California.

Myers & Sons

**HI-WAY SAFETY** your worksite armor

ph: 800.228.1701 fax: 909.627.0999

**Customer:**
**SEQUEL CONTRACTORS INC**
**Designer: MATY DIAZ**
**Date Created: 09/03/24**

There may be many differences between the way individual monitors are calibrated and monitors display differently than the printing process. Due to inherent variables in the stenciling and silk screening process applied to traffic control devices there may be manufacturing blemishes present in the final, marked product that are unavoidable. Myers and Sons Hi-Way Safety will not issue returns and/or credits for ink inconsistency including, but not limited to; smudges, spotting, or other blemishes present in the applied ink. All sales of custom, modified products are final.

Client is responsible for obtaining rights to use any text, photos or original art submitted for publication. Client acknowledges that sign provider is not responsible for obtaining permission for use of intellectual property.

I understand the above and that artwork is final after approval. I understand approval gives authorization for Myers and Sons Hi-Way Safety to proceed with production. I have reviewed the artwork carefully and have checked for errors in spelling and layout. Myers and Sons Hi-Way Safety shall not be held liable for any errors of spelling or artwork after approval.

Client Signature:

Print Name:

Date Signed:




| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| Artist: Abdel Ramos | | | | Job #: 146184 | | | PO #: N/A | | | Qty: 1 |
| | | | | | | | | | | |
| A | Custom | 24"x12" | .063 | 1170 | Hi-Int. | White | White | Black | Standard | Standard |
| B | Custom | 24"x12" | .063 | 1170 | Hi-Int. | White | White | Black | Standard | Standard |
| D | Custom | 24"x12" | .063 | 1170 | Hi-Int. | White | White | Black | Standard | Standard |
| C | Custom | 24"x12" | .063 | 1170 | Hi-Int. | White | White | Black | Standard | Standard |

All artwork remains property of Myers and Sons Hi-Way Safety Inc. unless written release is given to customer.

City of South Gate, Public Works Department

# Contract Change Order

Date November 21, 2024 Change Order No. 002 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-66-CC

Plan Reference

Change Order Amount $120,510.45 Extension of Contract, If warranted 20 working days

Reason for Change: Request for the removal of all crosswalk pavers within the project limits of the Tweedy Mile project.

Description of Change Contractor is to remove all crosswalk pavers, sand and concrete bans to a minimum depth of 4". Contractor to place AC Type B mix in place of removed pavers. See the attached spreadsheet for the estimated breakdown of costs. Twenty (20) working days will be added to the accelerated schedule only.

| | |
|---|---|
| Original Contract Amount | $ 7,745,176.00 |
| Total of previous authorized Change Orders | $ 1,361.23 |
| New Change Order Amount | $ 120,510.45 |
| New Contract Amount | $ 7,867,046.68 |

**The Changes described above are hereby authorized.**

Approved: November 21, 2024.

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

Sequel Contractors, Inc.

Contractor

By Authorized Agent Daniel Bustamante,
Project Manager
11/22/24

Original - Project File
CC: - Contractor
- Department

# CITY OF SOUTH GATE
## TWEEDY MILE COMPLETE STREETS
## CHANGE ORDER NO. 2 COST ESTIMATE - PAVER REMOVAL

| ITEM NO | ITEM DESCRIPTION | ESTIMATED QUANTITY | UNIT OF MEASURE | UNIT PRICE | ITEM TOTAL |
|---|---|---|---|---|---|
| | REMOVE PAVER CROSSWALKS (4" DEPTH INCL. PAVERS, SAND AND CONCRETE BANS ONLY), CONSTRUCT 2.5" ARHM OVER 1.5" AC. | | | | |
| 2.01 * | DELETE BID ITEM #24 - CONSTRUCT PAVER CROSSWALKS | 8,930 | SF | $65.00 | -$580,450.00 |
| 2.02 * | INCREASE *BID ITEM #5 - DEMOLITION/UNCLASSIFIED EXCAVATION* FOR PAVERS & SAND ONLY, 4" DEPTH | 206 | CY | $420.00 | $86,520.00 |
| 2.03 * | INCREASE *BID ITEM #4 - REMOVE EXISTING PAVER CROSSWALK AND CONSTRUCT 9.5" AC PAVEMENT (TYPE B-PG 64-10) BASE COURSE* FOR PAVER BANDS ONLY (4,710 SF) | 4,710 | SF | $35.00 | $164,850.00 |
| 2.04 | CONSTRUCT 4" AC PAVEMENT (TYPE B-PG 64-10) BASE COURSE | 288 | TON | $150.00 | $43,200.00 |
| 2.05 * | INCREASE *BID ITEM #8 - CONSTRUCT 2.5" ARHM-GG PAVEMENT OVERLAY* | 394 | TON | $142.00 | $55,974.80 |
| 2.06 | ADDITIONAL TRAFFIC CONTROL (20 DAYS) | 20 | EA | $2,058.82 | $41,176.40 |
| 2.07 | SAWCUTTING OF EXSITING CONCRETE BAND (10 DAYS) | 1 | LS | $23,750.00 | $23,750.00 |
| 2.08 | COLD MILLING 1.5" AC | 4,701 | SF | $1.00 | $4,701.00 |
| 2.09 | NEWLY CONSTRUCTED CROSSWALKS - COMPLETED WORK ** | 1 | LS | $44,000.00 | $44,000.00 |
| 2.10 | HIGH VISIBILITY CROSSWALK (18") | 4,701 | SF | $30.00 | $141,030.00 |
| 2.11 | WASTE MANAGEMENT DUMP FEES ($800/load) - RAYO ($395/load) DIFF of $405. 206 CY (ITEM #2.02) = 27 LOADS. $405 + 15% = $465.75 | 27 | EA | $465.75 | $12,575.25 |
| 2.12 | EXTRA HAUL. WASTE MANAGEMENT IS A 120 MINUTE ROUND TRIP. COMPARED TO RAYO WHICH IS A 25 MINUTE ROUND TRIP. DIFF OF 105 MINUTES PER LOAD. BASED ON THE FURTHER HAUL, 1.5 TRUCKS ARE NEEDED. TOTAL OF 1.5 TRUCKS X 21 DAYS = $31,878 | 1 | EA | $31,878.00 | $31,878.00 |
| 2.13 | LOAD AND HAUL/DISPOSE OF CURRENT STOCKPILED PAVERS (approx 22 cy) $405 x 3 = $1,215 DUMPS and $420 x 22.50 CY = $9,450 = $10,665 / 3 = $3,555 | 3 | EA | $3,555.00 | $10,665.00 |
| 2.14 | TEMP STRIPE CROSSWALKS (1 COAT PAINT) | 1 | LS | $10,580.00 | $10,580.00 |
| 2.15 | SUPERVISION - FOREMAN + TRUCK = $1,306.96 = 15% ($196.04) X 20 DAYS | 1 | LS | $30,060.00 | $30,060.00 |
| | | | | | |
| | | | | TOTAL | $120,510.45 |

Additional number of working days for pavement removal is 20 working days. The 20 working days will only be added to the accelerated schedule which will now be 165 working days. Zero working days will be added to the contract time of 180 working days.

Note: Unit prices which are not contract bid items have been agreed upon by the contractor and city. Quantities are only an estimate and will be verified in the field for the actual quantities incorporated into the work.

* - Unit price per bid proposal

** - Estimated completion amount per construction management

City of South Gate, Public Works Department

# Contract Change Order

Date January 9, 2025 Change Order No. 003 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $7,704.53 Extension of Contract, if warranted 0 working days

Reason for Change: Project plans call for new decorative sidewalk to be constructed and match tie in points and meet ADA slope requirements. Due to the new elevation of the sidewalk, the existing catch basin top will be higher and cause a potential tripping hazard for pedestrians. The top of the catch basin will need to be lowered to match the new sidewalk grade.

Description of Change Contractor is to remove and reconstruct the top portion of the existing catch basin at Station 98+50 left, and reconstruct the top of the catch basin a minimum of 6" thick and dowel into the existing walls of the catch basin. A estimate of the work along with the contractor cost is in the project files.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 121,871.68 |
| New Change Order Amount | $ | 7,704.53 |
| New Contract Amount | $ | 7,874,751.21 |

**The Changes described above are hereby authorized.**

Approved: January 9, 2025.

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

Sequel Contractors, Inc.

Contractor

01/13/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

City of South Gate, Public Works Department

# Contract Change Order

Date February 26, 2025 Change Order No. 004 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $20,000.00 Extension of Contract, If warranted 0 working days

Reason for Change: The project calls for new sidewalk and curb ramps to be constructed. During demo and construction of new concrete, it was discovered that the existing steel streetlight pole at the northwest corner of San Gabriel is rusted and has holes at the base of the pole and poses a safety concern. It was recommended to replace the pole with a spare from the city yard.

Description of Change Contractor is to remove the steel pole and existing foundation complete and repour a new foundation with new conduit and wiring to the existing pull box. Contractor is to install the new pole provided by the city complete with luminaire and street name sign in place.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 129,576.21 |
| New Change Order Amount | $ | 20,000.00 |
| New Contract Amount | $ | 7,894,751.21 |

**The Changes described above are hereby authorized.**

Approved: February 26, 2025.

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

02/27/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

City of South Gate, Public Works Department

# Contract Change Order

Date February 26, 2025 Change Order No. 005 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $1,765.27 Extension of Contract, if warranted 0 working days

Reason for Change: The project calls for new decorative sidewalk to be constructed at various locations. Due to elevation issues, the sidewalk can not be constructed to drain towards the street as the sidewalk slope is a reverse fall towards the businesses. Drainage grates and pipe must be installed to collect the water and direct it through the existing curb and gutter.

Description of Change Contractor is to install various drainage grates and pipe into the new sidewalk areas and install the pipe out through the existing curb and gutter. The contractor is to core through the existing curb in order to outlet the pipe and drain into the streets.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 149,576.21 |
| New Change Order Amount | $ | 1,765.27 |
| New Contract Amount | $ | 7,896,516.48 |

**The Changes described above are hereby authorized.**

Approved: February 26, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

02/27/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

City of South Gate, Public Works Department

# Contract Change Order

Date April 16, 2025 Change Order No. 006 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $1,930.29 Extension of Contract, if warranted 0 working days

Reason for Change: The contract calls for relocation of existing street lights due to bulb outs at various locations. This work requires the removal of the old foundation once relocations are complete. An additional unknown buried foundation was found during the relocation of the street light at Tweedy and Virginia.

Description of Change: Contractor is to remove the additional foundation in order to complete the work to relocate the existing street light complete in place with new conduit and pull box.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 151,341.48 |
| New Change Order Amount | $ | 1,930.29 |
| New Contract Amount | $ | 7,898,446.77 |

**The Changes described above are hereby authorized.**

Approved: April 16, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

04/24/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

City of South Gate, Public Works Department

# Contract Change Order

Date April 16, 2025 Change Order No. 007 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $88,424.57 Extension of Contract, if warranted 4 working days

Reason for Change: The contract calls for the contractor to grind 2.5 inches of asphalt pavement along the Tweedy Mile project limits. During deep lift construction PCC pavement was encountered and also confirmed by asbuilt plans to be within the 2.5 inches grind section.

Description of Change: Contractor is to grind the asphalt concrete and PCC pavement together where encountered which will be hauled off and disposed of at a separate location. Due to the grinding combination of AC and PCC pavement an additional cost will be incurred.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 153,271.77 |
| New Change Order Amount | $ | 88,424.57 |
| New Contract Amount | $ | 7,986,871.34 |

**The Changes described above are hereby authorized.**

Approved: April 16, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

04/24/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

| Day | Date | Station to Station | Street Location | Direction | LF | SF |
|---|---|---|---|---|---|---|
| Thursday | 3/20/25 | 82+50 to 99+46 | San Gabriel to San Vincente | EB | 1,696 | 6,947 |
| Friday | 3/21/25 | 99+46 to 82+50 | San Vincente to San Gabriel | WB | 1,696 | 1,410 |
| Monday | 3/24/25 | 99+46 to 111+58 | Madison to Alexander | EB and WB | 1,212 | 13,560 |
| Tuesday | 3/25/25 | 111+58 to 122+90 | Alexander to Dorothy | EB and WB | 1,132 | 5,320 |
| Wednesday | 3/26/25 | 111+58 to 122+90 | Alexander to Dorothy | EB and WB | 1,132 | 6,384 |
| | | | | | | |
| | | | | | Total Square Footage of PCC Grinding | 33,621 |

| | |
|---|---|
| Total Square Feet of PCC Grinding | 33,621.00 |
| Contractor Requesting Unit Cost per SF | $2.48 |
| Total Cost for grinding | $83,380.08 |
| Subcontractor Markup 5% | $4,169.00 |
| 1% Bond | $875.49 |
| Total CCO Amount of PCC Grinding | $88,424.57 |

City of South Gate, Public Works Department

# Contract Change Order

Date April 16, 2025 Change Order No. 006 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $117,506.62 Extension of Contract, If warranted 6 working days

Reason for Change: Request for the addition of concrete bus pads within the project limits of the Tweedy Mile project at five (5) locations. See the attached spreadsheet for the estimated breakdown of costs.

Description of Change Removal of existing asphalt and concrete to a minimum depth of 14 inches. Contruct 6 inches of crushed miscellaneous base material and 8 inches of concrete pavement.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 241,696.34 |
| New Change Order Amount | $ | 117,506.62 |
| New Contract Amount | $ | 8,104,377.96 |

**The Changes described above are hereby authorized.**

Approved: April 16, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

04/24/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

## CITY OF SOUTH GATE TWEEDY MILE COMPLETE STREETS
## CHANGE ORDER NO. 6 COST ESTIMATE - CONCRETE BUS PADS (5 LOCATIONS)

| | | | | | | | |
|---|---|---|---|---|---|---|---|
| | Remove existing asphalt and concrete section (varies) to at least a depth of 14" for the new bus pads (8" PCC on 6" CMB on Subgrade) | | | | | | |
| 1 | Form and pour bus pads with a 8,000 psi mix - Martinez Concrete | 4,000 | SF | $15.78 | $63,120.00 | 4,246.50 | $67,009.77 |
| 2 | Subgrade | 4,000 | SF | $1.50 | $6,000.00 | 4,246.50 | $6,369.75 |
| 3 | Slot pave with 2-sack slurry | 14 | CY | $440.00 | $6,160.00 | 14.00 | $6,160.00 |
| 4 | Saw cut PCC | 9 | DAYS | $2,975.00 | $7,125.00 | 3.00 | $7,125.00 |
| 5 | Breaking of PCC pavement | 24 | HOURS | $500.00 | $12,000.00 | 17.00 | $8,500.00 |
| 6 | Daily closure with an arrow board (5 locations at 9 days) | 45 | EACH | $496.55 | $22,344.75 | 22.00 | $10,924.10 |
| 7 | Mobilize/Demobilize Excavator | 1 | LS | $2,400.00 | $2,400.00 | 1.00 | $2,400.00 |
| 8 | Supervision (foreman and truck) | 7 | DAYS | $1,503.00 | $10,521.00 | 6.00 | $9,018.00 |
| | | | | Estimated Total | $128,670.75 | Final Total | $117,506.62 |

Note: *Additional number of working days for this work is 6 working days.*
*Unit prices which are not contract bid items have been agreed upon by the contractor and city. Quantities are only an estimate and will be verified in the field for the actual quantities incorporated into the work.*
*Additional work for bid items to be paid under bid line items for the following:*
*Bid Item 5 Demolition/Unclassified Excavation - 203.46 CY*
*Bid Item 20 Unclassified Fill - 78.64 CY*
*Deletion of remaining bid item 61 Remove Existing/Construct 3.5" AC (Type B-PG 64-10) Pavement Repair - 1,811.00 SF*

City of South Gate, Public Works Department

# Contract Change Order

Date May 6, 2025 Change Order No. 009 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $84,073.92 Extension of Contract, If warranted 6 working days

Reason for Change: The contract calls for removal of deep lift areas at various locations where bulbouts and parklets were constructed. PCC pavement was encountered and not shown on the plans. This PCC must be removed in order to complete the deep lift work.

Description of Change: Contractor is to remove the PCC pavement encountered at all deep lift areas in order to complete the deep lift sections.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 359,202.96 |
| New Change Order Amount | $ | 84,073.92 |
| New Contract Amount | $ | 8,188,451.88 |

**The Changes described above are hereby authorized.**

Approved: May 6, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

By Authorized Agent Daniel Bustamante 05/12/25

Original - Project File
CC: - Contractor
- Department

| Change Order No 9 PCC Removal Costs during Deep Lift Sections<br>Summary of Costs and Days for all Work Tracked on Time and Material Basis | | | | |
|---|---|---|---|---|
| Date of Work | EW Ticket No. | Cost | Hrs/Day Delay | Percent of 8 Hour Day |
| 10/10/2024 | 3.1 | $10,005.57 | 4 | 0.50 |
| 10/9/2024 | 4 | $8,951.89 | 4 | 0.50 |
| 10/8/2024 | 5.1 | $12,116.53 | 4 | 0.50 |
| 10/7/2024 | 6.1 | $3,183.98 | 4 | 0.50 |
| 1/10/2025 | 7.1 | $12,027.03 | 3 | 0.375 |
| 1/13/2025 | 8.1 | $3,506.78 | 3 | 0.375 |
| 1/14/2025 | 9.1 | $3,422.13 | 3 | 0.375 |
| 1/15/2025 | 10.1 | $4,774.81 | 3 | 0.375 |
| 1/16/2025 | 11.1 | $3,308.95 | 3 | 0.375 |
| 1/17/2025 | 12.1 | $3,752.69 | 3 | 0.375 |
| 1/20/2025 | 13.1 | $3,654.33 | 3 | 0.375 |
| 1/21/2025 | 14.1 | $3,985.39 | 3 | 0.375 |
| 1/22/2025 | 15.1 | $3,752.69 | 3 | 0.375 |
| 1/23/2025 | 16.1 | $3,729.86 | 3 | 0.375 |
| 1/27/2025 | 17.1 | $3,901.29 | 3 | 0.375 |
| **Total Cost of Extra Work =** | | **$84,073.92** | **Number of Days** | **6.125** |

*Note: Contractor agreed to additional time in the amount of 6 working days*

*Revisions to original tickets submitted for hours, rates with final agreement on costs and hours*

*All backup documents/receipts for rentals, tickets, and trucking in project files*

City of South Gate, Public Works Department

# Contract Change Order

Date May 20, 2025 Change Order No. 010 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $0.00 Extension of Contract, if warranted 4 working days

Reason for Change: The contract calls for cold milling and asphalt paving for the entire length of the project and side streets adjacent to Tweedy Boulevard. Additonal cold milling and paving at three (3) signalized intersections was required due to the removal fo the pavers which was not shown on the plans.

Description of Change: The contractor will receive four (4) additional contract days to be added for the work which was on the critical path of the schedule at no additional compensation.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 443,276.88 |
| New Change Order Amount | $ | - |
| New Contract Amount | $ | 8,188,451.88 |

**The Changes described above are hereby authorized.**

Approved: May 20, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

05/27/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

City of South Gate, Public Works Department

# Contract Change Order

Date June 2, 2025 Change Order No. 011 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $2,375.52 Extension of Contract, if warranted 2 working days

Reason for Change: The contract calls for the contractor to install "Wayfinding" signs per the project plans and provide a layout and mockup. City requested changes to the design layout of the signs to the new city logo and colors.

Description of Change: The contractor is to make the design changes per approved mockup with the new logo and city colors. The design change and the integration of the city logo added an additional cost of $20.00 per sign plus markups.($21.21 per sign with markups, 112 signs total) Due to the changes, additional submittals and approvals resulted in delays to the sign fabrication.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 443,276.88 |
| New Change Order Amount | $ | 2,376.52 |
| New Contract Amount | $ | 8,190,827.40 |

**The Changes described above are hereby authorized.**

Approved: June 2, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

By Authorized Agent 06/18/25

Original - Project File
CC: - Contractor
- Department

City of South Gate, Public Works Department

# Contract Change Order

Date August 4, 2025 Change Order No. 012 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $97,475.08 Extension of Contract, if warranted 0 working days

**Reason for Change:** The quantity for the continental crosswalk striping in CCO no 2 was underestimated and has overrun. The original crosswalk striping is to be deleted out of the LS item and additional striping for 3 additional streets is to be added. The contractor is to credit the city for deleting out the concrete footings for the roadway signs. Sign relocations and AC patching. Contractor to credit the city for non salvaged signs and loss of signs procured in CCO no 1.

**Description of Change:** Per the attached spreadsheet the overrun of continental crosswalk is to be compensated along with deletion of the original striping in the LS item. Additional costs for striping on California, Otis and Alexander not originally in the contract is based upon the LS breakdown of striping costs with deletion of the original crosswalk striping. Contractor is to credit the city for non salvaged sign/posts and deletion concrete foundations per the specs. Costs for sign relocation and AC patching

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 445,652.40 |
| New Change Order Amount | $ | 97,475.08 |
| New Contract Amount | $ | 8,288,302.48 |

**The Changes described above are hereby authorized.**

Approved: November 11, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

11/19/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

## Change Order No. 12

### Additional Costs Continental Crosswalk and Deletion/Credits of Roadway Sign/Post Foundations

#### Additional Costs for Continental Crosswalk Striping / Deletion of Original Striping

| | Quantity | Unit | Unit Cost | Amount |
|---|---|---|---|---|
| Change Order No. 02 Approved Quantity (Paid under CCO No. 2) | 4,701.00 | SF | $ 30.00 | $ 141,030.00 |
| 125% of Approved Quantity | 5,876.25 | | | |
| Additional Cost over Approved Quantity | 1,175.25 | SF | $ 30.00 | $ 35,257.50 |
| Total Crosswalk Quantity | 11,476.88 | SF | | |
| Total Quantity Over 125% to have unit cost reduced to $26/SF | 5,600.63 | SF | | |
| Cost for quantity over 125% | 5,600.63 | SF | $ 26.00 | $ 145,616.38 |
| Total Cost for Additional Crosswalk Striping | | | | $ 180,873.88 |
| | | | | |
| Deletion of Crosswalk Striping 12" Line (per LS Breakdown unit cost) | 5,265.00 | SF | $ 11.00 | ($ 57,915.00) |
| Additional Striping California, Otis and Alexander | 1.00 | LS | $ 9,068.50 | $ 9,068.50 |
| | | | | |
| | | | | |
| Total Cost of Continental Crosswalk Striping | | | | $ 132,027.38 |

### Credits to the City for Deletion of Concrete Foundation for Roadway Signs

| | Quantity | Unit | Unit Cost | Amount |
|---|---|---|---|---|
| Contractor to Credit City at $277.67 per Sign (131 metal signs) | 131 | EA | $ 277.67 | $ 36,374.77 |
| | | | | |
| | | | Total Credit given to the City by Sequel | $ 36,374.77 |

### Credits to the City for Not Providing Salvaged Roadway Signs/Posts and Credits for Lost Signs CCO No 1

| | Quantity | Unit | Unit Cost | Amount |
|---|---|---|---|---|
| Contractor to Credit City at $37.50 per Sign (57 metal signs) | 57 | EA | $ 37.50 | $ 2,137.50 |
| Contractor to Credit City at $62.50 per Post (54 metal posts) | 54 | EA | $ 62.50 | $ 3,375.00 |
| Contractor to Credit City for lost signs CCO No. 1 (18 signs total) | 18 | EA | $ 42.54 | $ 765.72 |
| | | | | |
| | | | Total Credit given to the City by Sequel | $ 6,278.22 |

### Miscellaneous Work for Sign Relocation and Potholes

| Time and Material Tickets | Quantity | Unit | Unit Cost | Amount |
|---|---|---|---|---|
| Stop Sign Relocation at two locations (San Gabriel SE and Dorothy NW) | 1 | LS | $ 1,126.16 | $ 1,126.16 |
| Patch Potholes along Tweedy prior to Final Paving | 1 | LS | $ 6,974.53 | $ 6,974.53 |
| | | | | |
| | | | Total Cost of EW Tickets | $ 8,100.69 |

### Summary of CCO Costs for Continental Crosswalk and Deletion/Credits of Concrete Foundation, Salvage Roadway Sign/Posts

| | Amount |
|---|---|
| Cost of Continental Crosswalk Striping | $ 132,027.38 |
| Credit for Deletion of Roadway Sign Foundations | $ 36,374.77 |
| Credits for Salvaged Signs/Posts and Lost Signs CCO No. 1 | $ 6,278.22 |
| Cost of Miscellaneous Extra Work Tickets | $ 8,100.69 |
| | |
| Total Cost for Additions and | $ 97,475.08 |

City of South Gate, Public Works Department

# Contract Change Order

Date September 23, 2025 Change Order No. 013 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $32,273.07 Extension of Contract, If warranted 0 working days

**Reason for Change:** The city has also added additional landscape areas not shown on the project plans to receive plants and mulch. The city has also requested to add artificial vines to the newly installed trellis panels not shown on the plans, and replace the landscape that was damaged from the Tweedy Mile Fair.

**Description of Change:** Per the attached spreadsheet the contractor is to be compensated for additional maintenance costs for added landscaping at the southeast corner of Tweedy and California. The contractor will also be compensated for procuring and installing artificial vines to the new trellis panels. Contractor to be compensated for damage to one trellis panel and concrete sidewalk. Added plants, soil prep, fertilizer, and mulch to be paid per bid line items.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,178.00 |
| Total of previous authorized Change Orders | $ | 543,127.48 |
| New Change Order Amount | $ | 32,273.07 |
| New Contract Amount | $ | 8,320,578.55 |

**The Changes described above are hereby authorized.**

Approved: November 11, 2025

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

11/19/25

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

Landscape Materials to be added due to damage and vandalism

## Change Order No. 13

| Additional Costs for Maintenance of Added Areas/Artificial Vines/Damage to Trellis Panel | | | | |
|---|---|---|---|---|
| | Quantity | Unit | Unit Cost | Amount |
| Maintenance Costs for Added Areas at California/Tweedy | 1 | LS | $ 5,853.96 | $ 5,853.96 |
| Artificial Vines Added to Trellis Panels | 1 | LS | $ 23,518.33 | $ 23,518.33 |
| Repair for Damage to Trellis Panel and Sidewalk Concrete at Parklet | 1 | LS | $ 2,900.78 | $ 2,900.78 |
| **Total Cost of Change Order** | | | | **$ 32,273.07** |

City of South Gate, Public Works Department

# Contract Change Order

Date January 12, 2026 Change Order No. 014 Account/Contract No. 311-790-31-9685

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $91,249.91 Extension of Contract, if warranted 0 working days

**Reason for Change:** Request for the installation of thermoplastic pavement marking of South Gate city logo within the project limits of the Tweedy Mile project at three intersection locations.

**Description of Change:** Procurement of Thermoplastic pavement marking of 25 foot diameter South Gate city logo to be placed at three intersection locations; California, Otis and Alexander streets.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 575,400.55 |
| New Change Order Amount | $ | 91,249.91 |
| New Contract Amount | $ | 8,411,825.46 |

**The Changes described above are hereby authorized.**

Approved: January 12, 2026

Construction Manager

Project Manager

Assistant City Manager/Director of Public Works

City Manager

Sequel Contractors, Inc.

Contractor

01/19/26

By Authorized Agent

Original - Project File
CC: - Contractor
- Department

SEQUEL CONTRACTORS, INC.
13546 IMPERIAL HIGHWAY
SANTA FE SPRINGS, CA 90670
Phone: (562) 802-7227

# CHANGE ORDER REQUEST

| | |
|---|---|
| Owner : City of South Gate | COR # 16.02 |
| Project Name: Tweedy Mile Complete Street Project | Date: 10/08/25 |
| Project No: 634-ST and ATPL-5257(039) | Days To Be Added: 8 |

Change Order Description: Quote to install 3 each of a intersection city logos as provided by the city. Dimension for each shall be 25' diameter. All TC will be right turns only. Locations are along Tweedy at California, Otis and Alexander.

## LABOR

| DESCRIPTION | REG | OT | DT | HOURLY RATE | TOTAL |
|---|---|---|---|---|---|
| | | | | | $ - |
| Foreman | 24 | | | $ 97.24 | $ 2,333.76 |
| Labor | 24 | | | $ 74.34 | $ 1,784.16 |
| | | | | | $ - |
| | | | | TOTAL COST OF LABOR | $ 4,117.92 |
| | | | | MARK-UP 15% | $ 617.69 |
| | | | | TOTAL + MARK-UP | $ 4,735.61 |

## EQUIPMENT

| DESCRIPTION | HOURS | HOURLY RATE | TOTAL |
|---|---|---|---|
| Foreman Truck | 24 | $ 52.44 | $ 1,258.56 |
| Traffic Control Truck | 24 | $ 55.45 | $ 1,330.80 |
| 4 Arrow Boards | 96 | $ 4.43 | $ 425.28 |
| | | $ - | $ - |
| | | TOTAL COST OF EQUIPMENT | $ 3,014.64 |
| | | MARK-UP 15% | $ 452.20 |
| | | TOTAL + MARK-UP | $ 3,466.84 |

## MATERIAL

| DESCRIPTION | UNIT | QTY | UNIT PRICE | TOTAL |
|---|---|---|---|---|
| | | | | $ - |
| Misc TC Signs and Barricades | LS | 1 | $ 550.00 | $ 550.00 |
| | | | $ - | $ - |
| | | | $ - | $ - |
| | | | TOTAL COST OF MATERIAL | $ 550.00 |
| | | | MARK-UP 15% | $ 82.50 |
| | | | TOTAL + MARK-UP | $ 632.50 |

## SUB CONTRACTOR

| DESCRIPTION | UNIT | QTY | UNIT PRICE | TOTAL |
|---|---|---|---|---|
| | | | | $ - |
| Sharkden (see attached) | SF | 1,472 | $ 46.963315 | $ 69,130.00 |
| Sharkden (3rd Day Additional) | LS | 1 | $ 8,500.00 | $ 8,500.00 |
| | | | | $ - |
| | | | TOTAL COST OF SUBCONTRACTOR WORK | $ 77,630.00 |
| | | | MARK-UP 5% | $ 3,881.50 |
| | | | TOTAL + MARK-UP | $ 81,511.50 |

| MARK-UP | |
|---|---|
| TYPE | AMOUNT |
| LABOR | 15% |
| EQUIPMENT | 15% |
| MATERIAL | 15% |
| SUB-CONTRACTOR | 5% |

| | |
|---|---|
| SUB-TOTAL | $ 85,312.56 |
| TOTAL MARK-UP | $ 5,033.88 |
| BOND (1%) | $ 903.46 |
| CHANGE ORDER TOTAL | $ 91,249.91 |

SHARIDEN DESIGN ASPHALT INC.

P.O. Box 285, Alpine, CA 91903
Phone: (619) 445-3611 Fax: (619) 445-3642
E Mail: steve@sharidendesignasphalt.com
Contractor's License Number: 760168

# Estimate

| Date | Estimate # |
|---|---|
| 5/21/2025 | 0000.302 |

| Name / Address | Customer Phone | Customer Fax |
|---|---|---|
| Fax 562-802-7499<br>Phone 562-802-7227 | | |

| Customer E-mail |
|---|
| daniel@sequelcontractors.com |

| Item | Description | Qty | Rate | Total |
|---|---|---|---|---|
| | Southgate Custom Logo Installation | | | |
| Asphalt Requirem... | Asphalt must be in good condition. No rock pockets, scuffs or oil deposits. The General Contractor, the Paving Contractor and a Sharidan POC should discuss the paving requirements prior to paving when applicable. | | | |
| Dose Mark | Heat and install .3 Custom Preformed Thermoplastic Logo on asphalt surface | 1,472 | 46.96332 | 69,130.00 |
| Mobilization | Quote is based on one move! | | | |
| Traffic Control | Traffic Control by Others | | | - |
| Public Prevailing ... | Yes | | | |
| Union | Sharidan is a Member of LIUNA Local 1184 | | | |
| Quote Duration | Quote is good through 7/25 | | | |
| DIR# | DIR # PW-LR 1000395044 | | | - - - |

Sharidan Design Asphalt is a Certified Level III StreetPrint Applicator

**Total** $69,130.00

Date:

Signature: _____

# Invoice

| Date | Invoice # |
|---|---|
| 1/13/2026 | 188-266a |

SHARIDEN DESIGN ASPHALT, INC.
P.O. Box 285
Alpine, CA 91903

Bill To

Sequel Contractors, Inc.
13546 Imperial Highway
Santa Fe Springs, CA 90670

| P.O. No. | Project |
|---|---|
| | Southgate Logo Insta... |

| Item | Description | Quantity | Rate | Amount |
|---|---|---|---|---|
| | Southgate Custom Logo Installation<br>3 Day Application.<br>Work completed 01/7-8-9/ 2026 | | | |
| Change Order | Additional Day! | | 8,500.00 | 8,500.00 |

SHARIDEN DESIGN ASPHALT, INC.
Phone: 619.445.3611
Fax: 619.445.3642
Email: sharie@sharidendesignasphalt.com
Web: sharidendesignasphalt.com

| | |
|---|---|
| **Total** | $8,500.00 |
| **Balance Due** | $8,500.00 |
| **Customer Total Balance** | $77,630.00 |

City of South Gate, Public Works Department

# Contract Change Order

Date January 12, 2026 Change Order No. 015 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $350,000.00 Extension of Contract, if warranted 0 working days

**Reason for Change:** Per the contract documents and Addendum No. 3 approved by City Council, the bid schedule is amended to include, accelerated schedule which required the project to be completed with in one hundred forty-five (145) working days instead of the one hundred eighty (180) working days, a reduction of thirty five (35) working days, per the contractors decreased bid amount.

**Description of Change:** The contractor will be compensated the decreased bid amount as approved during the contract awarding process in the amount of $350,000.00.

First working day 6/12/24 and completion of project on 5/30/25.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 666,650.46 |
| New Change Order Amount | $ | 350,000.00 |
| New Contract Amount | $ | 8,761,825.46 |

**The Changes described above are hereby authorized.**

Approved: January 12, 2026

Construction Manager

Project Manager

Sequel Contractors, Inc.
Contractor

01/19/26
By Authorized Agent

Assistant City Manager/Director of Public Works

City Manager

Original - Project File
CC: - Contractor
- Department

City of South Gate, Public Works Department

# Contract Change Order

Date March 25, 2026 Change Order No. 016 Account/Contract No. 311-790-31-9585

Contractor Sequel Contractors, Inc. Account Code

Contract Date July 9, 2024 City Contract No. 2024-56-CC

Plan Reference

Change Order Amount $144,792.65 Extension of Contract, if warranted 0 working days

**Reason for Change:** Construction of the project is completed. Actual constructionn quantities have been tabuleted for the project at the acutual unit cost per original contract.

**Description of Change:** All construction bid items are closed and the overruns and underruns quantities have been tabulated as constructed per the project bids.

| | | |
|---|---|---|
| Original Contract Amount | $ | 7,745,175.00 |
| Total of previous authorized Change Orders | $ | 1,016,650.46 |
| New Change Order Amount | $ | 144,792.65 |
| New Contract Amount | $ | 8,906,618.11 |

**The Changes described above are hereby authorized.**

Approved: March 25, 2026

Construction Manager

Sequel Contractors, Inc.
Contractor

Project Manager

By Authorized Agent

Assistant City Manager/Director of Public Works

City Manager

Original - Project File
CC: - Contractor
- Department

Office of the
South Gate City Clerk

JUN - 4 2026

FILED

1:38pm

# Item No. 14

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9th, 2026**
Originating Department: **Public Works**

***Department Head:*** Arturo Cervantes
*Arturo Cevantes*

***City Manager:*** Rob Houston
*Rob Houston*

**SUBJECT: AMENDMENT NO. 2 TO CONTRACT NO. 2023-65-CC WITH PIPE TEC, INC. TO FUND EMERGENCY STORM DRAIN REPAIRS**

**PURPOSE:** To approve Amendment No. 2 to Contract No. 2023-65-CC with Pipe Tec, Inc. to fund emergency storm drain repair work that was performed in Hollydale Regional Park.

**RECOMMENDED ACTION:** The City Council will consider approving Amendment No. 2 to the Agreement for Sanitary Sewer Main Closed-Circuit Television Inspection Services Agreement, Contract No. 2023-65-CC ("Agreement"), with Pipe Tec to fund emergency storm drain repair work performed at Hollydale Regional Park.

**FISCAL IMPACT:** Amendment No. 2 to the Agreement ("Amendment No. 2") is in the amount of $34,000 and it will be funded with General Funds budgeted in the Fiscal Year 2025/26 Public Works Operating Budget.

**ANALYSIS:** In mid-April 2026, multiple sinkholes developed within the parking lot at Hollydale Regional Park after an existing storm drainpipe failed underground. City staff conducted an emergency investigation on April 20, 2026, which found that approximately 60 linear feet of the aging metal pipe had deteriorated and created additional underground voids that were not visible from the surface.

To restore safe conditions within the parking lot, the City utilized Pipe Tec, Inc. to perform emergency storm drain repairs. The work included removing the failed pipe, cleaning the existing storm drain system, installing new high-density polyethylene (HDPE) pipe, backfilling the excavated areas, and restoring the pavement surface.

During construction, additional damage and deterioration were discovered that exceeded the original anticipated scope of work. As a result, Amendment No. 2 is required to authorize payment for the completed emergency repair work.

Construction activities commenced on April 23, 2026, and were completed on April 24, 2026. Approval of Amendment No. 2 will authorize payment for the emergency repair services performed.

**BACKGROUND:** The City owns and operates municipal storm drain systems located within public rights-of-way and public facilities, including public parks. The City is responsible for maintaining this infrastructure to ensure its safe and reliable operation. Given that the City is more than 100 years old, aging infrastructure conditions are not uncommon. The storm drain failure at Hollydale Regional Park is indicative of this aging infrastructure and highlights the need for continued evaluation of the system as part of a future Capital Improvement Program (CIP) project.

The City utilizes the services of Pipe Tec, Inc. under an as-needed services contract for specialized underground utility and pipeline services. Their core services include, but are not limited to, closed-circuit television (CCTV) inspections, pipeline cleaning, storm drain and sewer system maintenance, emergency underground utility repairs, and related rehabilitation services.

The Agreement with Pipe Tec, Inc. was approved by the City Council on May 23, 2023, in the amount of $347,000 for sanitary sewer main closed-circuit television (CCTV) inspection services. On May 12, 2026, the City Council approved Amendment No. 1, which extended the contract term by 12 months and increased the contract amount by $147,000, bringing the total contract amount to $494,000.

Amendment No. 2 will increase the contract amount by an additional $34,000, for a new not-to-exceed contract amount of $528,000.

**ATTACHMENTS:**

A. Amendment No. 2 to Contract 2023-65-CC
B. Amendment No. 1 to Contract 2023-65-CC
C. Agreement, Contract 2023-65-CC

# AMENDMENT NO. 2 TO CONTRACT NO. 2023-65-CC FOR SANITARY SEWER MAIN CLOSED-CIRCUT TELEVISION (CCTV) INSPECTION SERVICES BETWEEN THE CITY OF SOUTH GATE AND PIPE TEC, INC.

This Amendment No. 2 to Contract No. 2023-65-CC for Professional Sanitary Sewer Main Closed-Circuit Television (CCTV) Inspection Services ("Agreement") is made and entered into on June 9, 2026, by and between the City of South Gate, a municipal corporation ("City"), and Pipe Tec, Inc., a California corporation ("Contractor"). City and Contractor are sometimes hereinafter individually referred to as a "Party" and collectively as "Parties."

## RECITALS

**WHEREAS**, on May 23, 2023, the City Council approved Contract No. 2023-65-CC with Pipe Tec, Inc. ("Agreement") for Sanitary Sewer Main Closed-Circuit Television (CCTV) Inspection Services, in the amount of Three Hundred Forty-Seven Thousand Dollars ($347,000); and

**WHEREAS**, on May 12, 2026, the City Council approved Amendment No. 1 to Contract No. 2023-65-CC, extending the term of the Agreement and increasing the compensation by One Hundred Forty-Seven Thousand Dollars ($147,000), bringing the aggregate total contract amount to Four Hundred Ninety-Four Thousand Dollars ($494,000); and

**WHEREAS**, in April 2026, the City identified significant deterioration and failure of an existing galvanized corrugated storm drainpipe located beneath the parking lot at Hollydale Regional Park, resulting in the formation of multiple sinkholes and subsurface voids; and

**WHEREAS**, Pipe Tec, Inc. performed additional storm drain repair services including excavation, removal and replacement of failed storm drainpipe, installation of high-density polyethylene (HDPE) pipe, cleaning of upstream and downstream storm drain segments, backfill operations, and pavement restoration; and

**WHEREAS**, City and Contractor desire to execute Amendment No. 2 to Contract No. 2023-65-CC for additional storm drain repair services in an amount not to exceed Thirty-Four Thousand Dollars ($34,000), bringing the aggregate total of the Agreement, Amendment No. 1, and Amendment No. 2 to Five Hundred Twenty-Eight Thousand Dollars ($528,000).

**NOW, THEREFORE,** the Parties hereby agree as follows:

## 1. MODIFICATION TO AGREEMENT

**1.1 SCOPE OF WORK** City hereby engages Contractor, and Contractor accepts such engagement, to perform additional storm drain repair and related pipeline infrastructure services associated with the failure of an existing storm drain system at Hollydale Regional Park.

The additional services include, but are not limited to, excavation, removal and replacement of failed galvanized corrugated storm drain pipe, installation of high-density polyethylene (HDPE) pipe, cleaning of upstream and downstream storm drain segments, backfill operations, pavement restoration, and related storm drain repair activities as described in Exhibit "A" attached hereto and incorporated herein by this reference.

This Amendment No. 2 expands the original scope of the Agreement to include storm drain repair, rehabilitation, maintenance, and related pipeline infrastructure services as directed by the City.

1.2 **COMPENSATION.** The total amount of compensation for the Agreement, Amendment No. 1, and Amendment No. 2 shall not exceed the sum of Five Hundred Twenty-Eight Thousand Dollars ($528,000).

City shall pay Contractor for professional services rendered and reasonable costs incurred pursuant to the Agreement, Amendment No. 1, and Amendment No. 2. No additional compensation shall be paid for any other expenses incurred unless first approved by the City Manager.

2. **TERM OF AGREEMENT.** This Agreement will remain in effect through June 30, 2027 unless otherwise expressly extended and agreed to by both Parties in writing, or terminated by either Party as provided herein.

3. **EFFECT OF AMENDMENT.** Except as expressly amended herein, all other terms and conditions of the Agreement and its Amendments, Attachments and Exhibits attached hereto, shall remain in full force. City reserves the right to augment or reduce the scope of work as the City deems necessary.

[Remainder of page left blank intentionally.]

**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 OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

Dated: _____

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVE AS TO FORM:**

DRAFT

By: _____
Raúl F. Salinas, City Attorney

**PIPE TEC, INC.**

By: _____
Tom Vukojevic, General Manager

Dated: _____

# AMENDMENT NO. 1 TO CONTRACT NO. 2023-65-CC FOR SANITARY SEWER MAIN CLOSED-CIRCUT TELEVISION (CCTV) INSPECTION SERVICES BETWEEN THE CITY OF SOUTH GATE AND PIPE TEC, INC.

This Amendment No. 1 to Contract No. 2023-65-CC for Professional Sanitary Sewer Main Closed-Circuit Television (CCTV) Inspection Services ("Agreement") is made and entered into on May 23, 2023, by and between the City of South Gate, a municipal corporation ("City"), and Pipe Tec, Inc., a California corporation ("Contractor"). City and Contractor are sometimes hereinafter individually referred to as a "Party" and collectively as "Parties."

## RECITALS

**WHEREAS,** on May 23, 2023, the City Council approved Contract No. 2023-65-CC with Contractor ("Agreement") for Sanitary Sewer Main Closed-Circuit Television (CCTV) Inspection, in the amount of Three Hundred and Forty-Seven Thousand ($347,000); and

**WHEREAS,** City and Contractor desire to execute Amendment No. 1 to Contract No. 2023-65-CC for Professional Inspection Services, in an amount not to exceed One Hundred and Forty Seven Thousand Dollars ($147,000), under the terms and conditions of the Agreement, bringing the aggregate total of the Agreement and Amendment No. 1 to Four Hundred Ninety-Four Thousand Dollars ($494,000).

**NOW, THEREFORE,** the Parties hereby agree as follows:

## 1. MODIFICATION TO AGREEMENT

### 1.1 SCOPE OF WORK

City hereby engages Contractor, and Contractor accepts such engagement, to perform the services set forth in the Scope of Services as described in Exhibit "A" attached hereto and made part of this Agreement. The Scope of Services may be mutually amended from time to time by both Parties in writing.

**1.2 COMPENSATION.** The total amount of compensation for the Agreement and Amendment No. 1 shall not exceed the sum of Four Hundred Ninety-Four Thousand Dollars ($494,000). City shall pay Contractor for its professional services rendered and reasonable costs incurred pursuant to the Agreement, Amendment No. 1. No additional compensation shall be paid for any other expenses incurred unless first approved by the City Manager.

**1.2.1** No payment made hereunder by City to Contractor, other than the final payment, shall be construed as an acceptance by City of any work or materials, nor as evidence of satisfactory performance by the Consultant of its obligations under this agreement.

**1.2.2** The Consultant shall submit to the City a bill of services within 15 calendar days after the end of each month. The City shall pay the contractor within forty-five (45) days of receipt of this invoice.

**1.3** **TERM OF AGREEMENT.** This Agreement will remain in effect through May 21, 2027 unless otherwise expressly extended and agreed to by both Parties in writing, or terminated by either Party as provided herein.

**2.** **EFFECT OF AMENDMENT.** Except as expressly amended herein, all other terms and conditions of the Agreement and its Amendments, Attachments and Exhibits attached hereto, shall remain in full force. City reserves the right to augment or reduce the scope of work as the City deems necessary.

[Remainder of page left blank intentionally.]

**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 OF SOUTH GATE:**

By: _____
Joshua Barron, Mayor

Dated: _____

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVE AS TO FORM:**

DRAFT YG

By: _____
Raúl F. Salinas, City Attorney

**PIPE TEC, INC**

By: _____
Tom Vukojevic, General Manager

Dated: _____

# AGREEMENT FOR SANITARY SEWER MAIN CLOSED-CIRCUIT TELEVISION (CCTV) INSPECTION SERVICES BETWEEN THE CITY OF SOUTH GATE AND PIPE TEC, INC.

This Agreement for Sanitary Sewer Main Closed-Circuit Television (CCTV) Inspection Services ("Agreement") is made and entered into on May 23, 2023, by and between the City of South Gate, a municipal corporation ("City"), and Pipe Tec, Inc., License No. 987784, a California corporation ("Contractor"). City and Contractor are sometimes hereinafter individually referred to as a "Party" and collectively as "Parties."

## RECITALS

A. City is the owner of certain facilities more particularly identified in this Agreement below and in the Exhibits attached hereto.

B. Contractor has represented and does hereby represent to the City that Contractor has the requisite skills, knowledge, qualifications, manpower and expertise to clean those facilities, and Contractor does hereby offer to perform CCTV services with respect thereto, as more particularly identified below in this Agreement and in the Exhibits attached hereto.

C. The City is willing to accept that offer, subject to the terms and conditions of this Agreement.

Now, therefore, the City and Contractor hereby agree as follows:

## AGREEMENT

1. **Engagement and Scope of Work**. The City hereby engages the Contractor, and the Contractor accepts such engagement, to perform the CCTV services ("**Work**") identified on Exhibit "A", attached hereto. The locations at which such Work is to be performed ("**City Facilities**") are also identified on Exhibit "A" and the City's and the City's Request for Proposal attached hereto. The Work shall include all the terms and conditions of Contractor's proposal dated March 23, 2023 ("**Proposal**") and the City's Request for Proposal, which shall be attached as part of Exhibit "A" and which is incorporated herein by this reference; provided, however, that to the extent the Proposal conflicts with anything else in this Agreement, the terms of this Agreement shall control.

**Compensation Payable by City to Contractor**. The maximum amount of compensation to be paid to the Contractor hereunder shall not exceed **Three Hundred and Forty-Seven Thousand Dollars ($347,000)**, which shall be full compensation for the Work. A more detailed description of the compensation payable to Contractor hereunder, including unit prices, monthly payments, and/or other information, conditions, and limitations, is set forth on the Cost Proposal attached hereto as Exhibit "B". Except as may be specifically set forth in Exhibit "B" or approved by the City on a case-by-case basis, Contractor shall not be paid hereunder for any travel time in the performance of the Work. Except as otherwise provided in Exhibit "B", on or before the twentieth (20th) day of each calendar month following the commencement of the

Work, Contractor shall file its request for payment, accompanied by evidence satisfactory to the City justifying the request for payment, including a report of Work accomplished and task completed in the previous month, and an itemization of eligible expenses with copies of receipts and invoices. If, after review by the City, the Work is found to be unacceptable, Contractor, at its expense, shall expeditiously correct such unacceptable Work. If Contractor fails to correct unacceptable Work, the City may withhold from any payment due an amount that the City reasonably believes will equal the cost of correcting the Work. Subject to the City's right to reject all or any part of the charges set forth in such invoice as provided herein, the City shall pay the Contractor amount of such invoice within thirty (30) days of receipt and approval of such invoice.

3. **Term of Agreement**. The term of this Agreement ("**Term**") shall be for a period of 3-years, commencing May 23, 2023, through and including May 22, 2026, unless terminated sooner pursuant to the provisions of Sections 8.4, 13, 14 or 15, below. This Agreement shall not be automatically renewed or extended; performance by Contractor of any Work following said termination date shall be prohibited, and Contractor shall not be entitled to compensation therefore, in the absence of a written agreement pertaining to such additional Work executed by the City and Contractor pursuant to Section 18.10.

2. **Commencement of the Work**. The execution and delivery of this Agreement by the City and Contractor does not constitute an authorization for Contractor to proceed with the Work. Contractor shall commence performance of the Work within seven (7) days after the City issues to Contractor a written notice, signed by the City's Director of Public Works ("**Director**"), instructing Contractor to proceed with the Work. Contractor represents and warrants to the City that Contractor will be able to commence the Work within that time in compliance with all requirements of this Agreement, including without limitation those set forth in Sections 6, 7 and 8 below.

3. **Inspection of Work**. The Director and his designees shall have the right to review and inspect the Work performed by Contractor hereunder at any and all times, with respect to the quality of the Work and Contractor's conformance to the terms of this Agreement, pursuant to the City's established review and approval procedures as the same may be amended from time to time. Without limiting the City's rights under Section 2 above, if the Director or his designee determines as a result of any such inspection that any aspect of the Work is unsatisfactory for any reason (including without limitation failure to meet the performance standards specified in Section 8 below), then Contractor shall promptly correct the Work at no additional cost to the City.

4. **South Gate Business License**. Without limiting the generality of Section 8 below, Contractor shall obtain a City of South Gate business license before performing any Work under this Agreement.

5. **Performance Standards and Requirements**. Contractor shall perform and complete the Work promptly, diligently, and in a manner satisfactory to the City. Contractor shall furnish all equipment, tools, materials, labor and other services necessary to fully and adequately perform the Work and shall pay all applicable fees and expenses associated therewith. Contractor

and its subcontractors shall perform all acts required to complete the Work under this Agreement (i) in a skillful and workmanlike manner, (ii) consistent with the standards generally recognized as being employed by other companies in the State of California, and (iii) in accordance with all federal state and local laws, regulations and ordinances applicable to the operation of Contractor's business and to its performance of the Work under this Agreement. Contractor warrants that (a) all of its employees and subcontractors shall have sufficient skills and experience to perform those portions of the Work assigned to them, (b) they shall have all licenses, permits, qualifications and approvals of whatever nature that are legally required to perform the Work, and (c) such licenses, permits, qualifications and approvals shall be maintained throughout the Term of this Agreement.

6. **Independent Contractor**. In performing its duties hereunder, Contractor shall at all times act as an independent contractor. Contractor shall complete the services required of it hereunder according to its own means and methods of work, which shall be in the exclusive charge and control of Contractor and not subject to the control or supervision of the City except as to the results of the work and except as otherwise specifically set forth in this Agreement. In no event shall Contractor have any authority or power under this Agreement to incur any debt, obligation or liability on behalf of the City. Neither Contractor nor its employees are employees of the City, and nothing in this Agreement shall render Contractor an employee, partner, agent of, or joint venturer with the City for any purpose. Neither Contractor nor its employees shall represent themselves as employees of the City. Personnel employed or subcontractors retained by Contractor shall not acquire any rights or status regarding the City. Neither Contractor nor its employees shall have any claim against the City hereunder or otherwise for salary, vacation pay, sick leave, retirement benefits, social security, worker's compensation, health or disability benefits, unemployment insurance benefits, or employee benefits of any kind. Contractor is responsible for complying with all obligations of an employer imposed under federal or state law. The City shall not withhold Social Security and Medicare taxes from any payments made to Contractor hereunder, nor shall the City make any such payments on Contractor's behalf. The City shall not make state or federal unemployment contributions on Contractor's behalf or withhold state or federal income tax from Contractor's payments hereunder. Contractor shall pay all applicable taxes related to the performance of services under this Agreement including all federal, state or local income, Social Security, Medicare, and self-employment taxes. Contractor will also pay all unemployment contributions for its employees related to the performance of services under this Agreement. Neither Contractor nor its employees or contractors are eligible to participate in any employee, pension, health, vacation pay, sick pay or other fringe benefit plan of the City. Contractor shall complete and submit to the City an IRS Form W-9 and acknowledges that the City will issue to Contractor an IRS Form 1099 for non-employee compensation for all payments for the Work rendered hereunder. Contractor agrees to indemnify and hold the City harmless from and against any and all liability arising from any failure of Contractor to pay any income or other tax when due on account of the compensation paid to Contractor by the City hereunder (and Contractor's obligation to indemnify the City under this Section 9 shall survive the expiration or sooner termination of this Agreement).

7. **Non-Discrimination and Equal Employment Opportunity**. In the performance of this Agreement, Contractor shall not discriminate against any employee or applicant for employment because of race, color, creed, religion, ancestry, national origin, sex, sexual

orientation, disability or other handicap, age, marital/familial status, or status regarding public assistance. Contractor will take affirmative action to ensure that all employment practices, including those of any subcontractors retained by Contractor to perform services under this Agreement, are free from such discrimination. Such employment practices include but are not limited to hiring, upgrading, demotion, transfer, recruitment, recruitment advertising, layoff, termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship. Contractor shall include the foregoing non-discrimination provisions in all solicitations or advertisements placed by or on behalf of Contractor for personnel or subcontractors to perform any services under this Agreement. Upon written request, the City shall have right to inspect and have access to all of Contractor's (and its subcontractors') documents, data and books and records for purposes of determining compliance with the equal employment opportunity and non-discrimination provisions of this Section 8. Contractor agrees that all applicable provisions of Executive Order No. 11246 shall be incorporated into this Agreement by this reference. A copy of Executive Order No. 11246 is available to Contractor for inspection and on file with the City's Public Works Department.

8. **Contractor's Representations and Warranties**. In addition to the other representations and warranties set forth elsewhere in this Agreement, Contractor hereby represents and warrants to the City as follows:

8.1 **Familiarity with Work**. Contractor has thoroughly investigated and considered the scope of services to be performed hereunder, has carefully considered how that Work should be performed, and understands the circumstances which may restrict or otherwise impact Contractor's performance of the Work under this Agreement.

8.2 **Site Inspection**. Contractor has visited each of the City Facilities where the Work is to be performed and is fully acquainted with the conditions existing at such sites.

8.3 **No Solicitation**. Contractor has not employed or retained any person or entity, other than a bona fide employee working exclusively for Contractor, to solicit or obtain this Agreement.

8.4 **No Fees, Commissions, Gifts or Other Consideration**. Contractor has not paid or agreed to pay any person or entity, other than a bona fide employee working exclusively for Contractor, any fee, commission, percentage, gift, or any other consideration contingent upon or resulting from the execution of this Agreement. Upon such breach or violation of this warranty, the City shall have the right, in its sole discretion, to terminate this Agreement without further liability, or, in the alternative, to deduct from any sums payable hereunder the full amount or value of any such fee, commission, percentage or gift.

8.5 **No Conflict of Interest by City**. Contractor has no knowledge that any officer or employee of the City has any interest, whether contractual, non-contractual, financial, proprietary, or otherwise, in this transaction or in the business of Contractor, and that if any such interest comes to the knowledge of Contractor at any time, a complete written disclosure of such interest will be made to the City, even if such interest would not be deemed a prohibited "conflict of interest" under applicable laws.

8.6 **No Conflict of Interest by Contractor**. Upon execution of this Agreement, Contractor has no interest, direct or indirect, in any transaction or business entity which would conflict with or in any manner hinder the performance of Work required by this Agreement, nor shall any such interest be acquired during the Term of this Agreement.

9. **Non-Exclusivity**. The City does not warrant to contract-exclusivity with a single contractor to perform the type of services which Contractor is performing under this Agreement. As such, Contractor may not be the only company providing services to the City. The City reserves the right to enter into similar contracts with third parties for services in areas of the City other than the City Facilities identified in Exhibit "A" which are the subject of this Agreement.

10. **No Assignment**. Contractor shall not assign, delegate, or subcontract or assign its duties or rights hereunder, either in whole or in part, without the prior written consent of the Director, which may be granted, conditioned or withheld by the Director in his sole and absolute discretion. This prohibition shall not apply to subcontracts and subcontractors identified by Contractor to the City in connection with any formal bid documents submitted by Contractor to the City in connection with the City's award of this Agreement to Contractor. Any proposed delegation, assignment or subcontract shall provide a description of the services to be covered, identification of the proposed assignee, delegatee or subcontractor, and an explanation of why and how the same was selected, including the degree of competition involved. Any proposed agreement with an assignee, delegatee or subcontractor shall include both (a) the amount involved, together with Contractor's such cost or price; and (b) a provision requiring that any subsequent modification or amendment shall be subject to the City's prior written consent. Any assignment, delegation or subcontract shall be made in the name of Contractor and shall not bind or purport to bind the City and shall not release Contractor from any obligation under this Agreement including, but not limited to, the duty to properly supervise and coordinate the work of employees, assignees, delegatees and subcontractors. No such assignment, delegation or subcontract shall result in any increase in the amount of total compensation payable to Contractor under this Agreement.

11. **Public Employees Retirement System**. Notwithstanding any other local, state or federal policy, rule, regulation, law or ordinance to the contrary, neither Contractor nor any of its employees, agents or subcontractors shall qualify for or become entitled to – and each hereby agrees to waive any claims to – any compensation, benefit or incident of employment by the City, including but not limited to eligibility to enroll in the California Public Employees Retirement System ("**PERS**") as an employee of the City and entitlement to any contribution to be paid by the City for employer contribution and/or employee contributions for PERS benefits. Without limiting the generality of Section 17 below, if Contractor or any employee, agent or subcontractor of Contractor claims (or is determined by a court of competent jurisdiction or by PERS) to be eligible for enrollment in PERS as an employee of the City, then Contractor shall indemnify, defend (using counsel acceptable to the City) and hold harmless the City for the payment of any employee and/or employer contributions for PERS benefits on behalf of Contractor or its employees, agents or subcontractors, as well as for the payment of any penalties and interest on such contributions which would otherwise be the responsibility of the City.

12. **Insurance**. During the Term of this Agreement, Contractor shall at its expense maintain in full force and effect policies of insurance as required by Sections 15.2, 15.3 and 15.4

below and also, if required by the City, policies of insurance as required by Section 15.1 below:

12.1 **Property Damage/Casualty Insurance**. Depending on the nature of the City Facilities which are the subject of this Agreement, the City may require a policy or policies of insurance covering loss or damage thereto, in amounts deemed necessary by the City to cover the full replacement cost of those City Facilities. Said insurance shall provide protection against all perils typically included within the classifications of "all-risk", "fire legal liability", and "personal injury" insurance.

12.2 **Liability Insurance**. Liability, bodily injury, personal injury and property damage insurance with a combined single limit of One Million Dollars ($1,000,000.00) per occurrence and Two Million Dollars ($2,000,000.00) in the annual aggregate, insuring against any and all liability of the insured with respect to the Contractor's performance of (or failure to perform) its obligations under this Agreement. Each such policy shall be in the form of an Insurance Services Office ("**ISO**") Commercial General Liability Insurance policy, an ISO Comprehensive General Liability Insurance policy with Broad Form General Liability endorsement, or in any similar, commercially reasonable form. Without limiting the scope of coverage to be provided thereby, all such insurance shall specifically insure Contractor's performance of the indemnity provisions contained in Section 19 below as to liability for injury to or death of persons and injury or damage to property.

12.3 **Worker's Compensation Insurance**. Workers' Compensation Insurance as required by California law. This insurance must include (in the policy itself or by endorsement) a Waiver of the Right of Subrogation for General Liability against the City.

12.4 **Automobile Liability Insurance**. Automobile Liability Insurance, including owned, non-owned and hired vehicles, with at least the following limits of liability:
(a) Primary Bodily Injury with limits of at least $1,000,000 per person, $2,000,000 per occurrence, and (b) Primary Property Damage of at least $1,000,000 per occurrence.

12.5 **Qualifications of Insurers**. Each policy shall be issued by an insurance company having a "Best's Rating" of at least A and having a "Financial Size Categories" rating of at least VIII in the most current edition of "Best's Insurance Reports" issued by A.M. Best Company. In addition, each policy shall be issued by an "admitted" insurance company (*i.e.*, one that is qualified and licensed to do business in the State of California).

12.6 **City to be Named as Additional Insured Party**. All policies (other than worker's compensation insurance policies) must include an Additional Insured Endorsement (**CG 20 10 11 85**) naming the City and its agents as an additional insured on the applicable insurance coverage with respect to the City's and its agent's interests under this Agreement.

12.7 **Primary Insurance**. Insurance obtained pursuant to this Section 15 shall be primary insurance, and other insurance (if any) maintained by the City shall be excess of Contractor's insurance and shall not contribute with the insurance required hereunder.

12.8 **Blanket Policies**. Any or all policies to be obtained by Contractor hereunder may,

at Contractor's option, be provided under a separate policy covering only the items and matters to be insured under this Agreement, or included in one or more blanket policies covering not only those items and matters but also additional property and matters owned or otherwise insured by Contractor. All such combined or blanket policies must, however, comply with each and every provision of this Section13.

12.9 **Restrictions on Cancellation and Reduction**. Each insurance policy required hereunder shall specify that the insurance company issuing the policy will give the City at least thirty (30) days' written notice prior to the effective date of (a) any cancellation, interruption or lapse of coverage, and (b) any reduction in the amount, type or extent of coverage.

12.10 **Waivers of Subrogation**. The parties release each other from any claims for damage to any person or property, and to the fixtures, personal property, improvements, and alterations thereon, that are caused by or result from risks insured against under any insurance policies carried by Contractor and in force at the time of any such damage. Furthermore, each insurance policy obtained hereunder shall provide that the issuing insurance company waives all rights of recovery by way of subrogation.

12.11 **Verification of Coverage**. Prior to or concurrent with Contractor's execution and delivery of this Agreement, and not later than thirty (30) days prior to the expiration of any insurance policy carried hereunder (with respect to policies which will replace said expiring policies during the Term of this Agreement), Contractor shall deliver to the City original certificates of insurance and amendatory endorsements evidencing and effecting insurance coverage required hereunder. All such certificates and any endorsements pertaining to the insurance coverage required hereunder shall be signed by a person authorized by the insurer to bind coverage on the insurer's behalf, and shall be on forms provided or approved by the City. In no event shall Contractor commence any construction, demolition, grading or other work relative to the Improvements until all evidences of insurance coverage required under this paragraph have been delivered to the City as required hereby. The City shall have the right, at any and all times, to require Contractor to provide the City with complete copies of any and all policies of insurance that Contractor is required to maintain hereunder, and Contractor shall deliver such copies to the City not later than ten (10) days following such request.

12.12 **Form of Policies**. All insurance policies required hereunder shall be in a form acceptable to the City and its agents; and shall include those endorsements which are necessary to extend coverage which is appropriate to the nature of this Agreement.

12.13 **Policy Limits Do Not Limit Contractor's Liability**. The minimum limits of policies of insurance required of Contractor under this Agreement shall in no event limit Contractor's liability under this Agreement.

13. **Termination for Convenience**. The City may terminate this Agreement at any time, with or without cause, upon sending a written notice of termination to Contractor (the "**Termination Notice**") that specifies a termination date (the "**Early Termination Date**") at least thirty (30) days after the date of the Termination Notice. Upon receipt of the Termination Notice, Contractor shall acknowledge receipt to the City in writing and take all steps necessary to cease all

Work in a reasonable and orderly manner by no later than the Early Termination Date; provided, however, that any Work performed after the Early Termination Date that is reasonably necessary to terminate the Work in an orderly manner must be specifically authorized in writing by the Director prior to its performance and prior to the Early Termination Date. Upon termination by the City, Contractor shall be paid or reimbursed for all Work performed by Contractor under the Agreement up to the Early Termination Date (less all payments previously made), plus ten percent (10%) of the balance that would otherwise be due to Contractor during the remaining Term of this Agreement as reimbursement for profits lost to Contractor by virtue of the City's early termination of this Agreement. In no event shall any amounts paid or reimbursed upon termination of this Agreement exceed the total maximum compensation Specified in Section 2 above.

14. **Notice of Default and Termination for Cause**. If the City delivers written notice to Contractor notifying Contractor that it is in default of one or more of its obligations under this Agreement, specifying the nature of the default, and stating what steps Contractor must take to cure the default (**"Default Notice"**), and if such default remains uncured within ten (10) days following the City's delivery of the Default Notice, then the City may at any time thereafter immediately terminate this Agreement upon written notice to Contractor. Upon such termination, the City shall pay Contractor an amount equal to the value of the Work satisfactorily performed hereunder as of the date of the Default Notice; provided, however, that the City retains all rights to recover damages incurred by the City as a result of Contractor's default, including without limitation the right of offset against amounts otherwise due to Contractor hereunder, and the rights specified in Section 16 below. Contractor shall have no right to any reimbursement for profit or lost profit. Following such termination, the City may procure, upon such terms and in such manner as the City deems appropriate, services similar to those terminated hereunder. If, after notice of termination of this Agreement under the provisions of this Section15, the City determines, for any reason, that Contractor was not in default hereunder, or that such default had been cured, then the rights and obligations of the City and Contractor shall be the same as if the notice of termination had been a termination for convenience issued pursuant to Section 14 above.

15. **City's Remedies for Contractor's Failure to Perform**. Upon Contractor's default of any of its obligations hereunder, and at any time after any such default, the City may take any one or more of the following actions:

15.1 **Forfeiture of Bond/Negotiation of Security**. The City may cause to be forfeited to the City all or a portion of any security given for the faithful performance of Contractor's obligations, and may further cause to be negotiated any instrument of credit deposited with and assigned to the City in such amount as may be required to complete the Work.

15.2 **Performance by City at Contractor's Expense**. Upon Contractor's default, the City may make written demand upon Contractor, or Contractor's surety (if any), or both, to immediately remedy the default and complete the Work. If the required Work is not substantially commenced with in ten (10) days after the City's delivery of that written demand, or if it is not thereafter diligently prosecuted to a completion acceptable to the City within the timeframe set forth in the City's written demand, then without limiting any other remedy available to the City, the City may complete (or arrange for the completion of) all remaining Work and/or conduct such other remedial activity as in its sole and absolute discretion it believes is necessary or advisable.

All such Work or remedial activity shall be at the sole and absolute expense and obligation of Contractor (and its surety, if any) without the necessity of giving any further notice to Contractor or its surety. The City's right to take such actions shall in no way be limited by the fact that the Contractor or its surety may have commenced or completed any of the required Work at the time of the City's demand for performance. If the City elects to complete (or arrange for completion of) the remaining Work, then the City may require all Work by the Contractor and/or its surety to cease in order to permit adequate coordination and completion by the City or its designee of the remaining Work.

15.3 **Issuance of Cease and Desist Order**. The City may issue a cease-and-desist order by delivering written notice to Contractor demanding that Contractor immediately discontinue any actions specified in that written notice. The contractor agrees to immediately comply with any such cease and desist order.

15.4 **Injunctive Relief**. The City shall have the right to apply for and obtain temporary and/or permanent injunctive relief or other equitable relief from a court of competent jurisdiction to enforce its rights and Contractor's obligations created by this Agreement, including without limitation relief in the form of a temporary restraining order and/or permanent injunction restraining Contractor from committing or continuing to commit any breach or threatened breach of this Agreement. The City shall have the right to seek such relief without showing or proving any actual damage sustained by the City, and without posting bond or other security. In connection with the City's right to apply for the injunctive relief which is the subject of this Section 16.4, Contractor hereby acknowledges that Contractor's breach of its obligations hereunder will cause irreparable harm and injury to the City if such breach continues unabated following the City's request for injunctive relief.

15.5 **Other Relief**. The City may seek any other remedies or relief, and take any other actions, available to the City under this Agreement, at law, or in equity.

16. **Indemnification and Defense**. Contractor and its sureties (if any) shall indemnify, hold harmless and defend (using counsel acceptable to the City) the City and its officers, managers, directors, agents and employees from and against all losses, claims, costs, expenses, liabilities, damages, actions, causes of action and judgments, including without limitation reasonable attorney's fees, arising out of or attributable to Contractor's performance or failure to perform its obligations under this Agreement.

17. **Miscellaneous.**

17.1 **Notices.** All written notices required to be given pursuant to the terms hereof shall be either (a) personally delivered, (b) deposited in the United States express mail or first class mail, registered or certified, return receipt requested, postage prepaid, (c) delivered by overnight courier service, or (d) delivered by facsimile or e-mail transmission. All such notices shall be deemed delivered upon actual receipt (or upon the first attempt at delivery pursuant to the methods specified in clauses (a), (b) or (c) above if the intended recipient refuses to accept delivery). All such notices shall be delivered to the following addresses, or to such other address as the receiving party may from time to time specify by written notice to the other party. Each party agrees that

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the attorney for such party shall have the authority to deliver notices on such party's behalf to the other party or parties hereto.

To the City:
City of South Gate 8550 California Avenue
South Gate, California, 90280 Attention: Arturo Cervantes,
Assistant City Manager/ Director of Public Works
Telephone No.: (323) 563-9500
Fax No.: (323) 563-9572
E-mail: acervantes@sogate.org

With a copy (which shall not constitute notice) to:
Craig D. Hardwick, Esq.
Frost Brown Todd Alvarado Smith
1 MacArthur Place, Suite 200 Santa Ana, California 92707
Telephone No.: (714) 852-6800
Fax No.: (714) 852-6899
E-mail: CHardwick@fbtlaw.com

To Contractor:
Pipe Tec, Inc.
5103 Elton Street
Baldwin Park, California 91706
Attn: Michael A. Prlich, President
Telephone No.:(626) 338-1434
Fax No.: (626) 338-1442
E-mail: michael@pipetec-inc.com

With a copy (which shall not constitute notice) to:
Pipe Tec, Inc.
5103 Elton Street
Baldwin Park, California 91706
Attn: Tom Vukojevic, General Manager
Telephone No.: (626) 338-1434
Fax No.:(626) 338-1442
E-mail: tomv@pipetec-inc.com

17.2 **Time**. Time is of the essence of every provision contained in this Agreement.

17.3 **Incorporation of Recitals and Exhibits**. All of the recitals set forth in this Agreement, and all of the exhibits attached to this Agreement, are by this reference incorporated in and made a part of this Agreement as though fully set forth herein.

17.4 **Successors and Assigns**. Without limiting the generality of Section 11 above, this Agreement shall inure to the benefit of and be binding upon the parties hereto and their successors and assigns.

17.5 **Force Majeure**. Neither party hereto shall be considered in default in the performance of its obligations hereunder to the extent that the performance of any such obligation is prevented or delayed by any cause which is beyond the reasonable control of such party, provided that (a) the party affected gives written notice to the other of the cause and anticipated duration of the delay within three (3) days after the delay commences, and (b) this paragraph shall not extend either party's time for performance by more than thirty (30) days, regardless of the cause of the delay.

17.6 **Construction**. The parties acknowledge that each party and its counsel have reviewed and revised this Agreement and that the normal rule of construction to the effect that any ambiguities are to be resolved against the drafting party shall not be employed in the interpretation of this Agreement or any amendments hereto.

17.7 **Governing Law**. This Agreement shall be construed and interpreted in accordance with and shall be governed and enforced in all respects according to the laws of the State of California, without regard to conflicts of laws principles.

17.8 **Consent to Jurisdiction and Service of Process**. All judicial proceedings brought against any party hereto arising out of or relating to this Agreement may be brought in any state or federal court of competent jurisdiction in the County of Los Angeles, State of California, and by execution and delivery of this Agreement each party accepts for itself and in connection with its properties, generally and unconditionally, the exclusive jurisdiction of the aforesaid courts (both personal jurisdiction and subject matter jurisdiction), waives any defense of forum non conveniens and irrevocably agrees to be bound by any judgment rendered thereby in connection with this Agreement. Each party hereby agrees that service of all process in any such proceeding in any such court may be made by registered or certified mail, return receipt requested, to any other party at its address provided herein, such service being hereby acknowledged by each party to be sufficient for personal jurisdiction in any action against said party in any such court and to be otherwise effective and binding service in every respect. Nothing herein shall affect the right to serve process in any other manner permitted by law.

17.9 **Counterparts**. This Agreement may be executed in one or more counterparts, each of which shall be deemed an original but all of which shall constitute one and the same instrument. In addition, this Agreement may contain more than one counterpart of the signature page and may be executed by the affixing of the signatures of each of the parties to any one of such

counterpart signature pages; all of such counterpart signature pages shall read as though one and they shall have the same force and effect as though all of the signers had signed a single signature page.

17.10 **Entire Agreement**. This Agreement, the Plans and Specifications, and the municipal codes and other laws cited in this Agreement, together contain the entire understanding of the parties and supersede any and all other written or oral understanding. No alteration of or amendment to this Agreement shall be effective unless given in writing and signed by the party or parties sought to be charged or bound by the alteration or amendment.

17.11 **Captions**. Any captions or headings to the Sections and subsections in this Agreement are solely for the convenience of the parties hereto, are not a part of this Agreement, and shall not be used for the interpretation or determination of validity of this Agreement or any provision hereof.

17.12 **Severability**. If any one or more of the provisions contained in this Agreement shall for any reason be held to be invalid, illegal or unenforceable in any respect, such invalidity, illegality or unenforceability shall not affect any other provision hereof, and this Agreement shall be construed as if such invalid, illegal, or unenforceable term or provision had never been contained herein.

17.13 **Further Assurances**. Each party shall cooperate with the other and shall execute such other documents as may be reasonably necessary to carry out the provisions of this Agreement.

17.14 **No Waiver**. Any waiver, consent or approval by either party of any breach, default or event of default of any provision, condition or covenant of this Agreement must be in writing and shall be effective only to the extent set forth in writing. No waiver of any breach, default or event of default shall be deemed a waiver of any later breach, default or event of default of the same or any other provision of this Agreement. Any failure or delay on the part of either party in exercising any power, right or privilege under this Agreement shall not operate as a waiver thereof, nor shall any single or partial exercise of any such power, right or privilege preclude any further exercise thereof.

17.15 **Rights and Remedies**. No right or remedy conferred by any of the specific provisions of this Agreement is intended to be exclusive of any other right or remedy given hereunder or hereafter existing at law or in equity. The exercise of any one or more rights or the election of any one or more remedies by any party shall not constitute a waiver of the right to exercise other available rights or pursue other available remedies.

17.16 **Joint and Several Liability**. If Contractor constitutes more than one person or entity, then the obligations of each such person or entity shall be joint and several.

17.17 **No Third-Party Beneficiaries**. The parties hereto acknowledge and agree that no provision in this Agreement may be enforced by any third party.

17.18 **Patriot Act Compliance**. Contractor represents, warrants and covenants that

neither Contractor nor any of its shareholders, officers, directors, members, managers or partners (i) is listed on the Specially Designated Nationals and Blocked Persons List maintained by the Office of Foreign Asset Control, Department of the Treasury ("OFAC") pursuant to Executive Order No. 13224, 66 Fed. Reg. 49079 (Sept. 25, 2001) ("Order") and all applicable provisions of Title III of the USA Patriot Act (Public Law No. 107-56 (October 26, 2001)); (ii) is listed on the Denied Persons List and Entity List maintained by the United States Department of Commerce; (iii) is listed on the List of Terrorists and List of Disbarred Parties maintained by the United States Department of State, (iv) is listed on any list or qualification of "Designated Nationals" as defined in the Cuban Assets Control Regulations 31 C.F.R. Part 515; (v) is listed on any other publicly available list of terrorists, terrorist organizations or narcotics traffickers maintained by the United States Department of State, the United States Department of Commerce or any other governmental authority or pursuant to the Order, the rules and regulations of OFAC (including without limitation the Trading with the Enemy Act, 50 U.S.C. App. 1-44; the International Emergency Economic Powers Act, 50 U.S.C. §§ 1701-06; the unrepealed provision of the Iraq Sanctions Act, Publ.L. No. 101-513; the United Nations Participation Act, 22 U.S.C. § 2349 aa-9; The Cuban Democracy Act, 22 U.S.C. §§ 60-01-10; The Cuban Liberty and Democratic Solidarity Act, 18.U.S.C. §§ 2332d and 233; and The Foreign Narcotic Kingpin Designation Act, Publ. L. No. 106-120 and 107-108, all as may be amended from time to time); or any other applicable requirements contained in any enabling legislation or other Executive Orders in respect of the Order (the Order and such other rules, regulations, legislation or orders are collectively called the "**Orders**"); (vi) is engaged in activities prohibited in the Orders; or (vii) has been convicted, pleaded nolo contendere, indicted, arraigned or custodially detained on charges involving money laundering or predicate crimes to money laundering, drug trafficking, terrorist-related activities, or other money laundering predicate crimes or in connection with the Bank Secrecy Act (31 U.S.C. §§ 5311 et. seq.).

17.19 **City Council Approval Required for Effectiveness of Agreement.** Notwithstanding any earlier execution of this Agreement by any officer, employee or representative of the City, this Agreement shall not be binding upon or enforceable against the City unless and until it has been approved or ratified by the City Council of the City at a public meeting noticed and conducted in accordance with applicable provisions of the California Government Code.

**"City"**
**The City of South Gate, a California public body**

**By:** _____
**Maria del Pilar Avalos, Mayor**

**Dated:** _____, **2023**

**"Contractor"**
**Pipe Tec Inc.**

**By:** _____
**Michael A. Prlich, President**

**Dated:** _____, **2023**

**Attest by:**

_____
**Yodit Glaze, City Clerk**

**(SEAL)**

**Approved as to Form:**

Raul F. Salinas (DZ)
**Raul F. Salinas, City Attorney**

Office of the
South Gate City Clerk

JUN - 4 2026

FILED

1:38pm

# Item No. 15

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Public Works**

***Department Director:*** Arturo Cervantes
*Arturo Cervantes*

***City Manager:*** Rob Houston
*Rob Houston*

**SUBJECT: FUNDING REALLOCATION FROM THE SOUTH GATE POLICE DEPARTMENT, HEATING, VENTILATION AND AIR CONDITIONING REPLACEMENT, CITY PROJECT NO. 667-GEN TO THE SOUTH GATE EMERGENCY OPERATIONS CENTER, CITY PROJECT NO. 582-ARC.**

**PURPOSE:** To reallocate funds from the South Gate Police Department, Heating, Ventilation and Airconditioning (SGPD-HVAC) Replacement Project to the South Gate Emergency Operations Center (EOC) Project.

**RECOMMENDED ACTION:** The City Council will consider:

a. De-obligating $308,667 in Building Infrastructure and Maintenance Funds from the EOC Renovation Project, City Project 582-ARC.
b. Reallocating $308,667 in Building Infrastructure and Maintenance Funds from the SGPD-HVAC Renovation Project, City Project 667-GEN, to the South Gate Emergency Operations Center, City Project No. 582-ARC, to fully fund construction services.

**FISCAL IMPACT:** There is no impact to the General Fund. The proposed reallocation is $308,667 in Building Infrastructure and Maintenance Funds. The proposed budget for the EOC Project is $1,634,667, to be funded with $1,226,000 in Cal OES Grant Funds, $100,000 in AQMD Funds, and $308,667 in Building Infrastructure and Maintenance Funds.

**ANALYSIS:** The EOC Project received grant funding from the U.S. Department of Homeland Security/California Governor's Office of Emergency Services ("CAL OES") Grant Program, for the design and construction of a new Emergency Operations Center. The grant requires the City to provide a local match contribution. To satisfy this requirement, on October 14, 2025, the City Council approved the appropriation of $308,667 from the Building Infrastructure and Maintenance (BIM) Fund to fund the required local match.

However, that appropriation is no longer necessary. Staff have identified budget savings within the Fiscal Year 2025/26 Capital Improvement Program due to the South Gate Police Department HVAC Project being under budget. As a result, staff is recommending that $308,667 in available project savings be reallocated from the SGPD-HVAC Project to the EOC Project to fund the required local match, allowing the previously approved BIM Fund appropriation to be de-obligated.

**BACKGROUND:** The South Gate Emergency Operational Center Project was included in the Fiscal Year 2024/25 Capital Improvement Program ("CIP") to relocate the City's existing EOC from the basement of the South Gate Police Department to a new facility within the Civic Center. The project proposes repurposing a portion of the South Gate Museum into a modern Emergency Operations Center capable of supporting emergency coordination, disaster response, and continuity of government operations during major incidents and emergencies.

The proposed facility is designed to serve a dual purpose. Under normal operations, the improved space will function as a community room, conference room, and museum area accessible to the public. During emergency activations, the facility will transition into a fully operational EOC. As part of the project, certain museum displays within the project area will be relocated or incorporated into the redesigned space to preserve the museum character and maintain public viewing opportunities to the extent practical.

On February 25, 2025, the City Council adopted a Resolution authorizing the submission of a grant application to Cal OES to secure funding for the design and construction of the new EOC facility. Cal OES subsequently approved the application and awarded $1,226,000 in grant funding for the project. On October 14, 2025, the City Council approved a funding appropriation to fund the local match contribution.

On January 13, 2026, the City Council awarded a professional services agreement to Black O'Dowd and Associates, Inc. dba BOA Architecture to prepare the design and construction documents for the South Gate Emergency Operational Center, City Project No. 582-ARC. The design of the project is now underway and anticipated to be completed in November 2026.

ATTACHMENTS:
A. Subaward Grant Agreement #037-73080
B. Resolution 2025-07-CC Authorizing the Grant Application

ES:ky

Cal OES
GOVERNOR'S OFFICE
OF EMERGENCY SERVICES

NANCY WARD
DIRECTOR

April 1, 2025

Darren Arakawa
Chief of Police
City of South Gate
8650 California Avenue
South Gate, CA 90280

SUBJECT: NOTIFICATION OF SUBRECIPIENT APPLICATION APPROVAL
FY 2024 Emergency Operations Center Grant Program (EOC)
Subaward #: 2024-0055, Cal OES ID: 037-73080

Dear Darren Arakawa:

The California Governor's Office of Emergency Services (Cal OES) has approved your FY 2024 Emergency Operations Center Grant Program (EOC) application in the amount of $1,226,000. As of the date of this letter, you may request reimbursement of eligible grant expenditures using the Cal OES Financial Management Forms Workbook (FMFW) available at www.caloes.ca.gov. A copy of your approved subaward is enclosed for your records.

Any activities requiring additional review (e.g., Environmental Planning and Historic Preservation, Allowability Requests, procurement of Aviation or Controlled Equipment, etc.) shall not incur costs until you receive written approval for those activities.

This subaward is subject to all provisions of 2 CFR Part 200, Subpart F - Audit Requirements. Any funds received in excess of current needs, approved amounts, or those found owed as a result of a final review or audit, must be refunded to the State within 30 days upon receipt of an invoice from Cal OES.

For additional information, please contact your Cal OES Program Representative.

Homeland Security & Emergency Management Grants Processing

Enclosure

cc: Subrecipient file

**CALIFORNIA GOVERNOR'S OFFICE OF EMERGENCY SERVICES**
**SUPPLEMENTAL GRANT SUBAWARD INFORMATION**

1. **Cal OES Contact Information Section:**
   Governor's Office of Emergency Services
   Nancy Ward, Director
   3650 Schriever Avenue
   Mather, CA 95655

2. **Federal Awarding Agency Section:**

| Federal Program Fund / AL # | Federal Awarding Agency | Federal Award Date | Total Federal Award Amount | Total Local Assistance Amount |
|---|---|---|---|---|
| Emergency Operations Center Grants Program/97.052 | US Department of Homeland Security | 8/1/2024 | $7,966,590 | $7,568,261 |

3. **Project Description Section:**

   - Project Acronym:
   Emergency Operations Center Grants Program (EOC)
   - Project Description:
   Support for EOC construction/renovation projects

4. **Research & Development Section:**

   - Is this Subaward a Research & Development grant? Yes ☐ No ☒

CALIFORNIA GOVERNOR'S OFFICE OF EMERGENCY SERVICES (Cal OES)

ML#785228

(Cal OES Use Only) HG

| Cal OES # | | FIPS # | 037-73080 | VS# | | Subaward # | 2024-0055 |
|---|---|---|---|---|---|---|---|

# CALIFORNIA GOVERNOR'S OFFICE OF EMERGENCY SERVICES
# GRANT SUBAWARD FACE SHEET

The California Governor's Office of Emergency Services (Cal OES) hereby makes a Grant Subaward of funds to the following:

1. **Subrecipient:** City of South Gate — 1a. UEI: WL7DME3FJSW4
2. **Implementing Agency:** City of South Gate — 2a. UEI: WL7DME3FJSW4
3. **Implementing Agency Address:** 8650 California Avenue (Street) / South Gate, CA (City) / 90280-3004 (Zip+4)
4. **Location of Project:** 8680 California Avenue, South Gate, CA (City) / Los Angeles (County) / 90280-3004 (Zip+4)
5. **Disaster/Program Title:** Emergency Operations Center Grant Program — 6. **Performance / Budget Period:** August 1, 2024 (Start Date) to April 30, 2027 (End Date)
7. **Indirect Cost Rate:** N/A — **Federally Approved ICR** (if applicable): _____ %

| Item Number | Grant Year | Fund Source | A. State | B. Federal | C. Total | D. Cash Match | E. In-Kind Match | F. Total Match | G. Total Cost |
|---|---|---|---|---|---|---|---|---|---|
| 8. | 2024 | EOC | | $1,226,000 | $1,226,000 | $408,667 | | $408,667 | $1,634,667 |
| 9. | | | | | | | | | |
| 10. | | | | | | | | | |
| 11. | | | | | | | | | |
| 12. | | | | | | | | | |
| Total Project Cost | | | | $1,226,000 | $1,226,000 | $408,667 | | $408,667 | $1,634,667 |

13. **Certification** - This Grant Subaward consists of this title page, the application for the grant, which is attached and made a part hereof, the Assurances/Certifications, and any attached Special Conditions. I hereby certify I am vested with the authority to enter into this Grant Subaward, and have the approval of the City/County Financial Officer, City Manager, County Administrator, Governing Board Chair, or other Approving Body. The Subrecipient certifies that all funds received pursuant to this agreement will be spent exclusively on the purposes specified in the Grant Subaward. The Subrecipient accepts this Grant Subaward and agrees to administer the grant project in accordance with the Grant Subaward as well as all applicable state and federal laws, audit requirements, federal program guidelines, and Cal OES policy and program guidance. The Subrecipient further agrees that the allocation of funds may be contingent on the enactment of the State Budget.

14. **CA Public Records Act** - Grant applications are subject to the California Public Records Act, Government Code section 7920 et seq. Do not put any personally identifiable information or private information on this application. If you believe that any of the information you are putting on this application is exempt from the Public Records Act, please attach a statement that indicates what portions of the application and the basis for the exemption. Your statement that the information is not subject to the Public Records Act will not guarantee that the information will not be disclosed.

15. **Official Authorized to Sign for Subrecipient:**

Name: Darren Arakawa — Title: Chief of Police

Payment Mailing Address: 8650 California Avenue — City: South Gate, CA — Zip Code+4: 90280-3004

Signature: Darren Arakawa — Date: 01/21/2025

16. **Federal Employer ID Number:** 95-6000799

**(FOR Cal OES USE ONLY)**

I hereby certify upon my personal knowledge that budgeted funds are available for the period and purposes of this expenditure stated above.

DocuSigned by: Mary Rucker — 3/27/2025
(Cal OES Fiscal Officer) 9A3D0B66E24B485... (Date)

DocuSigned by: Eric Swanson — 3/28/2025
(Cal OES Director or Designee) 2C2F1AA8C0C74... (Date)

**RECEIVED**
**By Al Hardoy at 10:14 am, Mar 06, 2025**

ENY: 2024-25 Chapter: 22 SL: 14724
Item: 0690-101-0890 Pgm: 0385
FAIN #:EMF-2024-EO-05000 9/1/2024–8/31/2027
Fund: Federal Trust AL#: 97.052
Program: Emergency Operation Center Grant Program
Match Req.: 25% of TPC
Project ID: OES24EOCG000012
SC: 2024-14724 Amount: $ 1,226,000

DS GO

5

# Item No. 3

Office of the
South Gate City Clerk

FEB 20 2025

FILED 11:25 am

## *City of South Gate*
**CITY COUNCIL**

# AGENDA BILL

For the Regular Meeting of: **February 25, 2025**
Originating Department: **Public Works**

***Department Director:*** *Arturo Cervantes* ***City Manager:*** *Rob Houston*

**SUBJECT: RESOLUTION AUTHORIZING THE APPLICATION FOR CALIFORNIA GOVERNOR'S OFFICE OF EMERGENCY SERVICES ("CAL OES") GRANT FUNDS FOR THE EMERGNECY OPERATION CENTER ("EOC") PROJECT, CITY PROJECT NO. 582-ARC**

**PURPOSE:** Approval of the Resolution will authorize the submittal of an application for grant funding to the California Governor's Office Of Emergency Services ("Cal OES") for the Emergency Operation Center ("EOC") Project ("Project").

**RECOMMENDED ACTIONS:** The City Council will consider:

a. Adopting a Resolution authorizing the application for the California Governor's Office Of Emergency Services, requesting $1,226,000 in grant funds, for the Emergency Operations Center, City Project No. 582-ARC; and
b. Authorizing the City Manager, or his designee, to execute, on behalf of the City, all documents required to submit the application and implement the grant.

**FISCAL IMPACT:** There is no impact to the General Fund. The grant application requests $1,226,000 to fund the Project, however, it also includes a $408,667 commitment in matching funds for a total project budget of $1,634,667. Staff is reviewing funding options for the matching funds thus as of the date of this Council Meeting a funding source(s) has not been selected.

**ANALYSIS:** Cal OES has allocated $1,226,000 in grant funds to fund the construction of a new EOC within the City Hall grounds. To secure the grant funds, the Cal OES requires a Resolution from the City Council authorizing the application and use of the funds. Key points of the required Resolution include:

- The Resolution authorizes the submission of an application to apply for the Cal OES grant in the amount of $1,226,000 and commits to a local match requirement of $408,667, for a total budget of $1,634,667.
- The City certifies that sufficient funds will be available to complete and maintain the project.

- The City Manager, or his designee, is authorized to handle all project-related negotiations, including agreements and payment requests.

**BACKGROUND:** The South Gate Police Station, built in 1948, houses an Emergency Operations Center ("EOC") in a subterranean section of the building. This location is prone to flooding, lacks ADA-compliant access, and faces significant communication challenges due to the thick concrete walls. Given that effective communication is critical for emergency response, staff recommends relocating the EOC to ensure reliable operations during major events.

The project relocates the existing EOC from the SGPD basement to a new facility at the Civic Center by repurposing a portion of the museum to meet modern EOC requirements. The section of the museum is planned to serve a dual purpose: an as-needed EOC and a Community room/Museum. Daily, the improved section will serve for conference room, community room and a Museum. However, when the EOC is activated, that will be shut down to the public and the EOC will be activated.

Some of the displays in this portion of the museum that will be improved will be relocated to the easterly side of the museum section. They will continue to be available for public viewing to the extent practical. Other displays will be integrated into the room keeping part of the Museum experience while still allotting appropriate space for the EOC needs.

As a note, the originally proposed relocation was to 8640 California Avenue (South Gate Courthouse). However, that presented significant challenges, including asbestos removal, seismic retrofitting to comply with the 2024 Building Code, and insufficient staff parking. The Civic Center location avoids these issues, making it a more suitable choice for the new EOC.

The proposed budget is $1,634,667. Work includes, but is not limited to, upgrading electrical and mechanical systems for proper heating and air conditioning, a backup generator, equipping the space with televisions, tables, computers, desks, radios, and cell phones to support emergency operations. The proposed budget will be expended as summarized below.

| Cost Classification | Federal Share | Matching Funds | Total Fund |
|---|---|---|---|
| Administrative | $18,750 | $6,250 | $25,000 |
| Architectural and Engineering | $225,000 | $75,000 | $300,000 |
| Construction Inspection | $78,750 | $26,250 | $105,000 |
| Construction | $660,000 | $220,000 | $880,000 |
| Equipment | $187,500 | $62,500 | $250,000 |
| Miscellaneous and Contingency | $56,000 | $18,667 | $74,667 |
| **SUBTOTAL** | **$1,226,000** | **$408,667** | **$1,634,667** |

**ATTACHMENT:** Proposed Resolution

ES:lc

**RESOLUTION NO. _____**

**CITY OF SOUTH GATE**
**LOS ANGELES COUNTY, CALIFORNIA**

**RESOLUTION AUTHORIZING THE APPLICATION FOR CALIFORNIA GOVERNOR'S OFFICE OF EMERGENCY SERVICES ("CAL OES") GRANT FUNDS TO FUND THE EMERGENCY OPERATION CENTER ("EOC") PROJECT, CITY PROJECT NO. 582-ARC**

**WHEREAS,** the U.S. Department of Homeland Security/Federal Emergency Management Agency/Grant Program Directorate have been delegated the responsibility for the administration of the Emergency Operations Center Grant Program, setting up necessary procedures governing the application;

**WHEREAS,** said procedures established by the U.S. Department of Homeland Security/Cal OES, require applicants to certify by Resolution the approval of applications;

**WHEREAS,** successful applicants will enter into a contract with the California Governor's Office Of Emergency Services to complete the scope of the project included in the application;

**WHEREAS,** the City of South Gate ("Applicant") desires to apply for the California Governor's Office Of Emergency Services Grant Funds requesting $1,226,000 to fund the Emergency Operation Center Project; and

**WHEREAS,** the Emergency Operation Center has a total budget of $1,634,667, of which $408,667 are matching funds.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:**

**SECTION 1.** The City Council does hereby authorizes the filing of an application and accepts up to $1,226,000 of California Governor's Office Of Emergency Services Grant Funds for the Emergency Operation Center Project.

**SECTION 2.** The City Council does hereby certify that said Applicant has financial capability to complete the Emergency Operation Center Project.

**SECTION 3.** The City Council does hereby certify that the Applicant has reviewed, understands, and agrees to the following:

1. The City Council is in support of this FY 2024 Emergency Operations Center Grant Program.

2. The City will provide all matching funds for the grant project.
3. Grant funds shall not be used to supplant expenditures that are controlled by the City.
4. The City Council authorizes the application for federal assistance and ensures proper planning and completion of the Emergency Operation Center Project described in the application.

**SECTION 4.** The City Council does hereby delegates authority to the City Manager, the Assistance City Manager/Director of Public Works, the Chief of Police and/or the Director of Parks and Recreation, to conduct all negotiations, sign and submit all documents, including, but not limited to applications, agreements and payment requests which may be necessary for the completion of the grant scope project.

**SECTION 5.** The City Council does hereby agree to comply with all applicable federal, state, and local laws, ordinances, rules, regulations, and guidelines.

**SECTION 6.** The City Clerk shall certify the adoption of this Resolution which shall be effective upon its adoption.

**PASSED, APPROVED** and **ADOPTED** this **25th** day of **February 2025.**

**CITY OF SOUTH GATE:**

By:_____
Maria Davila, Mayor

**ATTEST:**

By: _____
Yodit Glaze, City Clerk
(SEAL)

**APPROVED AS TO FORM:**

By: DRAFT
Raúl F. Salinas, City Attorney

Office of the
South Gate City Clerk

JUN - 4 2026

FILED
1:38pm

# Item No. 16

# City of South Gate
## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**
Originating Department: **Public Works**

***Department Head:*** Arturo Cevantes *Arturo Cevantes*

***City Manager:*** Rob Houston *Rob Houston*

**SUBJECT: AUTHORIZATION TO INCREASE BLANKET PURCHASE ORDER FOR ASPHALT MATERIALS PURCHASES**

**PURPOSE:** To increase the Blanket Purchase Order authority for asphalt materials to allow payment of outstanding invoices.

**RECOMMENDED ACTION:** The City Council will consider approving a $10,805 increase to the Blanket Purchase Order for asphalt materials to cover current expenditures and outstanding invoices.

**FISCAL IMPACT:** There is no impact to the General Fund. The proposed increase to the Blanket Purchase Order for asphalt materials is $10,805, and it is funded with Gas Tax and Water Funds budgeted in the Fiscal Year 2025/26 Public Works Operating Budget.

**ANALYSIS:** The Public Works Department is responsible for maintaining the City's roadway pavement, which requires the year-round purchase of asphalt materials for routine maintenance activities such as pothole repairs and skin patching. The current Blanket Purchase Order (BPO) for asphalt materials has exhausted its authorized funding amount of $46,000 and currently reflects a negative balance of $301. In addition, outstanding invoices totaling $10,504 remain unpaid, resulting in a total funding shortfall of $10,805.

Accordingly, it is necessary to increase the BPO authority to a total amount of $56,805. Under the City's procurement guidelines, staff may administratively increase a BPO up to $49,999; however, the revised amount exceeds that threshold and therefore requires City Council approval. Approval of this request will allow staff to process the outstanding invoices and continue essential street maintenance operations.

The increase in expenditures beyond the annual $46,000 budget is primarily attributed to rising asphalt material costs. Asphalt is a petroleum-based product, and recent increases in oil prices have directly impacted asphalt pricing and overall street maintenance material costs.

**BACKGROUND:** The Public Works Department routinely utilizes Blanket Purchase Orders (BPOs) to procure asphalt materials needed to support daily street maintenance operations throughout the City. These materials are regularly used for pothole repairs, pavement restoration, utility trench repairs, emergency roadway repairs, and other routine maintenance activities necessary to maintain safe and functional roadway conditions for the public.

Over the past year, expenditures under the current asphalt materials BPO increased at a faster pace than originally anticipated due to a combination of higher material usage demands and escalating asphalt prices. Asphalt is a petroleum-based product, and fluctuations in oil prices have significantly increased the cost of asphalt materials and related roadway maintenance supplies citywide.

As a result, the current BPO exceeded its authorized funding limit. To prevent additional overages, Public Works staff directed field crews to discontinue use of the existing BPO and transition purchases to an alternate asphalt materials BPO with Blue Diamond. This temporary measure has allowed the Department to maintain continuity of critical street maintenance operations while staff process the necessary purchasing adjustments.

Maintaining adequate funding authority for asphalt material purchases is essential to ensure the uninterrupted delivery of roadway maintenance services, timely repair of deteriorated pavement conditions, and continued protection of public safety. Approval of the requested increase will allow the City to process outstanding vendor invoices, restore sufficient purchasing authority, and continue routine street maintenance operations in compliance with City procurement requirements.

**ATTACHMENT:** Outstanding Invoices

HF:ky

Vulcan Materials Company
and Subsidiaries
CALMAT CO.

# CUSTOMER STATEMENT

| Customer No | Statement Date | Page |
|---|---|---|
| 97693-217421 | 04/30/2026 | 1 of 1 |

| CURRENT MONTH ACTIVITY | |
|---|---|
| Beg Balance | 7,087.40 |
| Billings | 3,178.87 |
| Payments | 0.00 |
| Adjustments | 0.00 |
| Finance Charges | 145.69 |
| **NEW BALANCE** | **10,411.96** |

SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

**REMIT PAYMENT TO:**
**Calmat Co dba Vulcan Materials Co**
**PO Box 55572**
**Los Angeles, CA 90074-5572, US**
**Phone: 1-800-777-8752 or help@vmcmail.com**

**Acct Rep:** No Sales Credit

**Credit Rep:** Mark Rettig
RettigM@vmcmail.com

**Location :** WED-CAL-217

| | INVOICES | | | | | | |
|---|---|---|---|---|---|---|---|
| Delivery Location | Date | Due Date | Inv No | Class | Orig Inv No | Adjustment Reason | Balance |
| FINANCE CHARGE | 02/28/2026 | 03/15/2026 | 603950 | DM | | | 53.83 |
| FOB LOS ANGELES* | 03/09/2026 | 04/15/2026 | 5846484 | INV | | | 391.16 |
| FOB LOS ANGELES* | 03/11/2026 | 04/15/2026 | 5868882 | INV | | | 1,049.65 |
| FOB LOS ANGELES* | 03/13/2026 | 04/15/2026 | 5882597 | INV | | | 919.25 |
| FOB LOS ANGELES* | 03/13/2026 | 04/15/2026 | 5883174 | INV | | | 530.09 |
| FOB LOS ANGELES* | 03/18/2026 | 04/15/2026 | 5922753 | INV | | | 1,057.49 |
| FOB LOS ANGELES* | 03/23/2026 | 04/15/2026 | 5947630 | INV | | | 783.62 |
| FOB LOS ANGELES* | 03/25/2026 | 04/15/2026 | 5970081 | INV | | | 392.45 |
| FOB LOS ANGELES* | 03/27/2026 | 04/15/2026 | 5989736 | INV | | | 406.33 |
| FOB LOS ANGELES* | 03/27/2026 | 04/15/2026 | 5990440 | INV | | | 1,085.13 |
| FOB LOS ANGELES* | 03/30/2026 | 04/15/2026 | 6002016 | INV | | | 418.40 |
| FOB LOS ANGELES* | 04/08/2026 | 05/15/2026 | 6117173 | INV | | | 1,060.85 |
| FOB LOS ANGELES* | 04/10/2026 | 05/15/2026 | 6150382 | INV | | | 272.01 |
| FOB LOS ANGELES* | 04/10/2026 | 05/15/2026 | 6151423 | INV | | | 798.81 |
| FOB LOS ANGELES* | 04/13/2026 | 05/15/2026 | 6164056 | INV | | | 775.19 |
| FOB LOS ANGELES* | 04/13/2026 | 05/15/2026 | 6164058 | INV | | | 272.01 |
| FINANCE CHARGE | 04/30/2026 | 05/15/2026 | 620067 | DM | | | 145.69 |

| APR-26 | MAR-26 | FEB-26 | JAN-26 | > 4 Mos | Balance Due |
|---|---|---|---|---|---|
| 3,324.56 | 7,033.57 | 53.83 | 0.00 | 0.00 | **$10,411.96** |

**TERMS / DISCOUNTS**

Credit Terms of Sale: Credit Terms of Sale are NET15THPROX. Finance charges will be applied to all past due balances in accordance with Vulcan's Commercial Credit Application and Agreement

**CLASS CODES**

| | |
|---|---|
| INV | Invoices |
| CB | Chargeback Invoices |
| DM | Debit Memo |
| CM | Credit Memo |
| PMT | Payment |

Email Statements

PLEASE RETURN REMITTANCE ADVICE WITH PAYMENT

3

Vulcan Materials Company
and Subsidiaries
CALMAT CO.

# FINANCE CHARGE INVOICE

| Customer No | Invoice Date | Invoice No | Invoice Amount |
|---|---|---|---|
| 97693-217421 | 02/28/2026 | 603950 | 53.83 |

To ensure proper credit, please provide a remittance advice or a copy of invoice and
REMIT PAYMENT TO:

CALMAT CO DBA VULCAN
MATERIALS CO
PO BOX 55572
LOS ANGELES, CA 90074-5572, US
PHONE: 1-800-777-8752 OR
HELP@VMCMAIL.COM

SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate , CA 90280

*We have charged your account for the following item(s):*

PAYMENT DUE UPON RECEIPT

| Customer No | Invoice Date | Invoice No | Acct Rep: | Credit Rep: |
|---|---|---|---|---|
| 97693-217421 | 02/28/2026 | 603950 | No Sales Credit | RETTIGM 213-264-0018<br>RettigM@vmcmail.com |

| Open Inv Date | Open Inv No | VMC Plant | Customer PO No | Open Invoice Amount | Finance Charge Amount |
|---|---|---|---|---|---|
| 12/15/2025 | 5272832 | 4979 | 010301 | 620.16 | 5.20 |
| 12/15/2025 | 5272980 | 4979 | 010301 | 1,050.97 | 8.81 |
| 12/17/2025 | 5301134 | 4979 | 010301 | 388.53 | 3.26 |
| 01/21/2026 | 5496171 | 4979 | 240 | 517.62 | 9.70 |
| 01/28/2026 | 5537033 | 4979 | 240 | 920.59 | 14.07 |
| 01/30/2026 | 5547828 | 4979 | 240 | 391.15 | 5.59 |
| 01/31/2026 | 5568468 | 4979 | 240 | 521.53 | 7.20 |

MAR 17 2025
ADMIN. SERV. DEPT

PW-STREET & SEWER
PO OR BPO #: 109446
ACCOUNT #: 225-700-31-6202
Superintendent:
Eric Mirzaian: EM
Issued By: Date: 3/17/25

SENT TO AP
MAR 17 2026
PUBLIC WORKS

PAYMENT DUE UPON RECEIPT

TOTAL AMOUNT DUE
$53.83

PLEASE RETURN REMITTANCE WITH PAYMENT

**Vulcan Materials Company** and Subsidiaries

CALMAT CO.

# INVOICE

SHIP TO:

**FOB LOS ANGELES***
**SOUTH GATE**
**2715 E WASHINGTON BLVD**
**VARIOUS LOCATIONS,**
**LOS ANGELES,CA,90023**

SOLD TO:

**SOUTH GATE / CITY OF**
**8650 CALIFORNIA AVE**
**ATTN ACCOUNTS PAYABLE**
**South Gate, CA 90280**

To ensure proper credit, please include remittance or list invoice numbers on your check remittance and send to:

**Calmat Co dba Vulcan Materials Co**
**PO Box 55572**
**Los Angeles, CA 90074-5572, US**
**Phone: 1-800-777-8752 or help@vmcmail.com**

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5846484 |
| INVOICE DATE: | 03/09/2026 |
| INVOICE AMT: | 391.16 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 2.99 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 21.39 |
| LOS ANGELES | 1.25% | 4.46 |
| LOS ANGELES COUNTY | 0.50% | 1.78 |
| METROPOLITAN TRANSIT | 0.50% | 1.78 |
| OTHER | 1.50% | 5.34 |

| SALES TAX: | FEES: |
|---|---|
| 34.75 | 0.00 |

| TOTAL PRODUCT: | TOTAL FREIGHT: | TOTAL OTHER: |
|---|---|---|
| 354.82 | 0.00 | 1.59 |

**Pay this AMOUNT: $391.16**

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5846484 | 03/09/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/05/2026 | 19423883 | 240 | | 400807 | 203 E PG64-10 | T | 1.99 | 118.00 | | | | | | | 234.82 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 1.99 | 0.80 | 1.59 |
| | | | | | | | 1.99 | | | | | | | | 236.41 |
| | 19423874 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 1.00 | 120.00 | | | | | | | 120.00 |
| | | | | | | | 1.00 | | | | | | | | 120.00 |

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Receive your invoice faster and help save the environment by enrolling in our email invoicing service. With email, Invoices are sent in one easy to open file directly to your inbox. To sign up, contact us at help@vmcmail.com or call us at 1-800-777-8752.

Vulcan Materials Company and Subsidiaries
CALMAT CO.

# INVOICE

SHIP TO:
FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

SOLD TO:
SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

To ensure proper credit, please include remittance or list invoice numbers on your check remittance and send to:

Calmat Co dba Vulcan Materials Co
PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5868882 |
| INVOICE DATE: | 03/11/2026 |
| INVOICE AMT: | 1,049.65 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 8.00 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 57.39 |
| LOS ANGELES | 1.25% | 11.96 |
| LOS ANGELES COUNTY | 0.50% | 4.78 |
| METROPOLITAN TRANSIT | 0.50% | 4.78 |
| OTHER | 1.50% | 14.34 |

| | |
|---|---|
| SALES TAX: | 93.25 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 954.00 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 2.40 |

**Pay this AMOUNT: $1,049.65**

| SALES REP | PO NUMBER | REF | CONTRACT NO | TAX EXEMPT ID | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5868882 | 03/11/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

**TICKET DETAIL**

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/09/2026 | 19424169 | 240 | | 400807 | 203 E PG64-10 | T | 3.00 | 118.00 | | | | | | | 354.00 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 3.00 | 0.80 | 2.40 |
| | | | | | | | 3.00 | | | | | | | | 356.40 |
| | 19424163 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 5.00 | 120.00 | | | | | | | 600.00 |
| | | | | | | | 5.00 | | | | | | | | 600.00 |

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SENT TO AP
MAR 17 2026
PUBLIC WORKS

MAR 11 2026
ADMIN. SEC. ESTIMPT

VULCAN MATERIALS COMPANY AND SUBSIDIARIES, CALMAT CO DBA VULCAN MATERIALS CO



PW-STREET & SEWER
PO OR BPO # 10946
ACCOUNT # 225-780-31-6202
Superintendent:
Eric Mirzaian:
Entered By: Date: 3/17/26

Vulcan Materials Company and Subsidiaries
CALMAT CO.

SHIP TO:
FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

# INVOICE

SOLD TO:
SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

To ensure proper credit, please include remittance or list invoice numbers on your check remittance and send to:

Calmat Co dba Vulcan Materials Co
PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5882597 |
| INVOICE DATE: | 03/13/2026 |
| INVOICE AMT: | 919.25 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 7.01 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 50.24 |
| LOS ANGELES | 1.25% | 10.47 |
| LOS ANGELES COUNTY | 0.50% | 4.19 |
| METROPOLITAN TRANSIT | 0.50% | 4.19 |
| OTHER | 1.50% | 12.57 |

| SALES TAX: | TOTAL PRODUCT: | Pay this AMOUNT: |
|---|---|---|
| 81.66 | 835.18 | |
| FEES: | TOTAL FREIGHT: | |
| 0.00 | 0.00 | |
| | TOTAL OTHER: | |
| | 2.41 | $919.25 |

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5882597 | 03/13/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/10/2026 | 19424337 | 240 | | 400807 | 203 E PG64-10 | T | 3.01 | 118.00 | | | | | | | 355.18 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | | 3.01 | 0.80 | 2.41 |
| | | | | | | | 3.01 | | | | | | | | 357.59 |
| | 19424331 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 4.00 | 120.00 | | | | | | | 480.00 |
| | | | | | | | 4.00 | | | | | | | | 480.00 |

MAR 17 2026
ADMIN. SEC.
LSTIPP

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SENT TO AP
MAR 17 2026
PUBLIC WORKS

VULCAN MATERIALS COMPANY AND SUBSIDIARIES, CALMAT CO DBA VULCAN MATERIALS CO



PW-STREET & SEWER
PO OR BPO #: 10946
ACCOUNT #: 225-780-31-6202
Superintendent: [signature]
Eric Mirzaian: [signature]
Entered By: [signature] Date: 3/17/26

Vulcan Materials Company and Subsidiaries

CALMAT CO.

SHIP TO:

FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

# INVOICE

SOLD TO:

SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

To ensure proper credit, please include remittance or list invoice numbers on your check remittance and send to:

Calmat Co dba Vulcan Materials Co
PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5883174 |
| INVOICE DATE: | 03/13/2026 |
| INVOICE AMT: | 530.09 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 4.00 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 28.98 |
| LOS ANGELES | 1.25% | 6.04 |
| LOS ANGELES COUNTY | 0.50% | 2.41 |
| METROPOLITAN TRANSIT | 0.50% | 2.42 |
| OTHER | 1.50% | 7.24 |

| | |
|---|---|
| SALES TAX: | 47.09 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 483.00 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 0.00 |

Pay this AMOUNT: $530.09

| SALES REP | PO NUMBER | REF | CONTRACT NO | TAX EXEMPT ID | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5883174 | 03/13/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/11/2026 | 19424456 | 240 | | 550801 | SCHL MIX PG64-10 | T | 1.00 | 123.00 | | | | | | | 123.00 |
| | | | | | | | 1.00 | | | | | | | | 123.00 |
| | 19424451 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 3.00 | 120.00 | | | | | | | 360.00 |
| | | | | | | | 3.00 | | | | | | | | 360.00 |

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PW-STREET & SEWER

PO OR BPO #: 10946

ACCOUNT #: 225-730-31-6202

Superintendent: [signature]

Eric Mirzaian: E. M

Entered By: [signature] Date: 3/17/26

SENT TO AP

MAR 17 2026

PUBLIC WORKS

Vulcan Materials Company and Subsidiaries

CALMAT CO.

SHIP TO:

FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

# INVOICE

SOLD TO:

SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

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Calmat Co dba Vulcan Materials Co
PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5922753 |
| INVOICE DATE: | 03/18/2026 |
| INVOICE AMT: | 1,057.49 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 8.05 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 57.81 |
| LOS ANGELES | 1.25% | 12.04 |
| LOS ANGELES COUNTY | 0.50% | 4.82 |
| METROPOLITAN TRANSIT | 0.50% | 4.82 |
| OTHER | 1.50% | 14.46 |

| | |
|---|---|
| SALES TAX: | 93.95 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 961.90 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 1.64 |

**Pay this AMOUNT: $1,057.49**

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5922753 | 03/18/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

**TICKET DETAIL**

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/16/2026 | 19424878 | 240 | | 400807 | 203 E PG64-10 | T | 2.05 | 118.00 | | | | | | | 241.90 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 2.05 | 0.80 | 1.64 |
| | | | | | | | 2.05 | | | | | | | | 243.54 |
| | 19424868 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 6.00 | 120.00 | | | | | | | 720.00 |
| | | | | | | | 6.00 | | | | | | | | 720.00 |

PW-STREET & SEWER

PO OR BPO # 10946

ACCOUNT # 225-760-31-6202

Superintendent: [signature]

Eric Mirzaian: [signature]

Entered By: _____ Date: _____

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**Vulcan**
**Materials Company**
and Subsidiaries
CALMAT CO.

SHIP TO:
FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

# INVOICE

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SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

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Calmat Co dba Vulcan Materials Co
PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5947630 |
| INVOICE DATE: | 03/23/2026 |
| INVOICE AMT: | 783.62 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 5.99 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 42.83 |
| LOS ANGELES | 1.25% | 8.93 |
| LOS ANGELES COUNTY | 0.50% | 3.57 |
| METROPOLITAN TRANSIT | 0.50% | 3.57 |
| OTHER | 1.50% | 10.71 |

| | |
|---|---|
| SALES TAX: | 69.61 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 710.82 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 3.19 |

**Pay this AMOUNT:**
**$783.62**

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5947630 | 03/23/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

**TICKET DETAIL**

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/19/2026 | 19425250 | 240 | | 400807 | 203 E PG64-10 | T | 3.99 | 118.00 | | | | | | | 470.82 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 3.99 | 0.80 | 3.19 |
| | | | | | | | 3.99 | | | | | | | | 474.01 |
| | 19425242 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 2.00 | 120.00 | | | | | | | 240.00 |
| | | | | | | | 2.00 | | | | | | | | 240.00 |

PW-STREET & SEWER
PO OR BPO # 10946
ACCOUNT # 225-782-[illegible]
Superintendent:
Eric Mirzaian:
Entered By: Date:
SIGN HERE

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Vulcan Materials Company and Subsidiaries

CALMAT CO.

# INVOICE

SHIP TO:

FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

SOLD TO:

SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

To ensure proper credit, please include remittance or list invoice numbers on your check remittance and send to:

Calmat Co dba Vulcan Materials Co
PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5970081 |
| INVOICE DATE: | 03/25/2026 |
| INVOICE AMT: | 392.45 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 3.01 | 1.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 21.44 |
| LOS ANGELES | 1.25% | 4.47 |
| LOS ANGELES COUNTY | 0.50% | 1.79 |
| METROPOLITAN TRANSIT | 0.50% | 1.79 |
| OTHER | 1.50% | 5.37 |

| | |
|---|---|
| SALES TAX: | 34.86 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 355.18 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 2.41 |

Pay this AMOUNT: $392.45

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5970081 | 03/25/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/23/2026 | 19425568 | 240 | | 400807 | 203 E PG64-10 | T | 3.01 | 118.00 | | | | | | | 355.18 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 3.01 | 0.80 | 2.41 |

PW-STREET & SEWER
PO OR BPO # 10946
ACCOUNT # 225-780-31-4202
Superintendent:
Eric Mirzaian:
Entered By: Date:

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and Subsidiaries
CALMAT CO.

SHIP TO:
FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

SOLD TO:
SOUTH GATE / CITY OF
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South Gate, CA 90280

# INVOICE

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PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5989736 |
| INVOICE DATE: | 03/27/2026 |
| INVOICE AMT: | 406.33 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 3.01 | 1.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 22.22 |
| LOS ANGELES | 1.25% | 4.63 |
| LOS ANGELES COUNTY | 0.50% | 1.85 |
| METROPOLITAN TRANSIT | 0.50% | 1.85 |
| OTHER | 1.50% | 5.55 |

| SALES TAX: | FEES: |
|---|---|
| 36.10 | 0.00 |

| TOTAL PRODUCT: | TOTAL FREIGHT: | TOTAL OTHER: |
|---|---|---|
| 370.23 | 0.00 | 0.00 |

**Pay this AMOUNT:**
**$406.33**

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5989736 | 03/27/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

**TICKET DETAIL**

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/24/2026 | 19425698 | 240 | | 550801 | SCHL MIX PG64-10 | T | 3.01 | 123.00 | | | | | | | 370.23 |

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Vulcan Materials Company and Subsidiaries

CALMAT CO.

SHIP TO:

FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

# INVOICE

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8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

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PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 5990440 |
| INVOICE DATE: | 03/27/2026 |
| INVOICE AMT: | 1,085.13 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 7.99 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 59.34 |
| LOS ANGELES | 1.25% | 12.36 |
| LOS ANGELES COUNTY | 0.50% | 4.94 |
| METROPOLITAN TRANSIT | 0.50% | 4.94 |
| OTHER | 1.50% | 14.82 |

| | |
|---|---|
| SALES TAX: | 96.40 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 988.73 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 0.00 |

Pay this AMOUNT: $1,085.13

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 5990440 | 03/27/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/25/2026 | 19425818 | 240 | | 550801 | SCHL MIX PG64-10 | T | 3.99 | 127.50 | | | | | | | 508.73 |
| | | | | | | | 3.99 | | | | | | | | 508.73 |
| | 19425807 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 4.00 | 120.00 | | | | | | | 480.00 |
| | | | | | | | 4.00 | | | | | | | | 480.00 |

PW-STREET & SEWER

PO OR BPO # 10946

ACCOUNT # 225-780-31-6202

Superintendent: [signature]

Eric Mirzaian: [signature]

Entered By: _____ Date: _____

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Vulcan Materials Company and Subsidiaries

CALMAT CO.

SHIP TO:

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SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

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PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 6002016 |
| INVOICE DATE: | 03/30/2026 |
| INVOICE AMT: | 418.40 |
| ORDER: | 2677037295 |
| DUE DATE: | 04/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 2.99 | 1.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 22.86 |
| LOS ANGELES | 1.25% | 4.76 |
| LOS ANGELES COUNTY | 0.50% | 1.91 |
| METROPOLITAN TRANSIT | 0.50% | 1.91 |
| OTHER | 1.50% | 5.73 |

| | |
|---|---|
| SALES TAX: | 37.17 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 381.23 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 0.00 |

Pay this AMOUNT: $418.40

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 6002016 | 03/30/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

**TICKET DETAIL**

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 03/26/2026 | 19425925 | 240 | | 550801 | SCHL MIX PG64-10 | T | 2.99 | 127.50 | | | | | | | 381.23 |

PW-STREET & SEWER
PO OR BPO # 10946
ACCOUNT # 225-7780-31-6202
Superintendent: AS
Eric Mirzaian: EM
Entered By: _____ Date: _____

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Vulcan Materials Company and Subsidiaries
CALMAT CO.

SHIP TO:
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SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

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South Gate, CA 90280

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PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 6117173 |
| INVOICE DATE: | 04/08/2026 |
| INVOICE AMT: | 1,060.85 |
| ORDER: | 2677037295 |
| DUE DATE: | 05/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 8.00 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 57.99 |
| LOS ANGELES | 1.25% | 12.08 |
| LOS ANGELES COUNTY | 0.50% | 4.83 |
| METROPOLITAN TRANSIT | 0.50% | 4.84 |
| OTHER | 1.50% | 14.51 |

| | |
|---|---|
| SALES TAX: | 94.25 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 965.00 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 1.60 |

Pay this AMOUNT: $1,060.85

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 6117173 | 04/08/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

**TICKET DETAIL**

| | | | | | | PRODUCT | | | FREIGHT | | | OTHER CHARGES | | | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | UOM | QTY | PRICE | UOM | QTY | PRICE | UOM | QTY | PRICE | |
| 04/06/2026 | 19426825 | 240 | | 400807 | 203 E PG64-10 | T | 2.00 | 122.50 | | | | | | | 245.00 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 2.00 | 0.80 | 1.60 |
| | | | | | | | 2.00 | | | | | | | | 246.60 |
| | 19426814 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 6.00 | 120.00 | | | | | | | 720.00 |
| | | | | | | | 6.00 | | | | | | | | 720.00 |

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**Vulcan Materials Company** and Subsidiaries

CALMAT CO.

SHIP TO:

**FOB LOS ANGELES***
**SOUTH GATE**
**2715 E WASHINGTON BLVD**
**VARIOUS LOCATIONS,**
**LOS ANGELES,CA,90023**

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**PO Box 55572**
**Los Angeles, CA 90074-5572, US**
**Phone: 1-800-777-8752 or help@vmcmail.com**

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 6150382 |
| INVOICE DATE: | 04/10/2026 |
| INVOICE AMT: | 272.01 |
| ORDER: | 2677037295 |
| DUE DATE: | 05/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 2.01 | 1.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 14.87 |
| LOS ANGELES | 1.25% | 3.10 |
| LOS ANGELES COUNTY | 0.50% | 1.24 |
| METROPOLITAN TRANSIT | 0.50% | 1.24 |
| OTHER | 1.50% | 3.72 |

| SALES TAX: | FEES: |
|---|---|
| 24.17 | 0.00 |

| TOTAL PRODUCT: | TOTAL FREIGHT: | TOTAL OTHER: |
|---|---|---|
| 246.23 | 0.00 | 1.61 |

**Pay this AMOUNT:**
**$272.01**

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 6150382 | 04/10/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 04/07/2026 | 19426960 | 240 | | 400807 | 203 E PG64-10 | T | 2.01 | 122.50 | | | | | | | 246.23 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 2.01 | 0.80 | 1.61 |

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**Vulcan Materials Company** and Subsidiaries
CALMAT CO.

# INVOICE

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**FOB LOS ANGELES***
**SOUTH GATE**
**2715 E WASHINGTON BLVD**
**VARIOUS LOCATIONS,**
**LOS ANGELES,CA,90023**

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**PO Box 55572**
**Los Angeles, CA 90074-5572, US**
**Phone: 1-800-777-8752 or**
**help@vmcmail.com**

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 6151423 |
| INVOICE DATE: | 04/10/2026 |
| INVOICE AMT: | 798.81 |
| ORDER: | 2677037295 |
| DUE DATE: | 05/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 6.01 | 2.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 43.67 |
| LOS ANGELES | 1.25% | 9.10 |
| LOS ANGELES COUNTY | 0.50% | 3.64 |
| METROPOLITAN TRANSIT | 0.50% | 3.64 |
| OTHER | 1.50% | 10.92 |

| SALES TAX: | FEES: |
|---|---|
| 70.97 | 0.00 |

| TOTAL PRODUCT: | TOTAL FREIGHT: | TOTAL OTHER: |
|---|---|---|
| 726.23 | 0.00 | 1.61 |

**Pay this AMOUNT:**
**$798.81**

| SALES REP | PO NUMBER | REF | CONTRACT NO. | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 6151423 | 04/10/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 04/08/2026 | 19427101 | 240 | | 400807 | 203 E PG64-10 | T | 2.01 | 122.50 | | | | | | | 246.23 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 2.01 | 0.80 | 1.61 |
| | | | | | | | 2.01 | | | | | | | | 247.84 |
| | 19427091 | 240 | | 9E0200 | SS-1 OIL - 5 GALLONS W/BUCKET | E | 4.00 | 120.00 | | | | | | | 480.00 |
| | | | | | | | 4.00 | | | | | | | | 480.00 |

**SAVE TIME AND SAVE A TREE WITH EMAIL INVOICE DELIVERY!**
Receive your invoice faster and help save the environment by enrolling in our email invoicing service. With email, invoices are sent in one easy to open file directly to your Inbox. To sign up, contact us at help@vmcmail.com or call us at 1-800-777-8752.

Vulcan Materials Company
CALMAT CO.

# INVOICE

SHIP TO:
**FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023**

SOLD TO:
**SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280**

To ensure proper credit, please include remittance or list invoice numbers on your check remittance and send to:

**Calmat Co dba Vulcan Materials Co
PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com**

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 6164056 |
| INVOICE DATE: | 04/13/2026 |
| INVOICE AMT: | 775.19 |
| ORDER: | 2677037295 |
| DUE DATE: | 05/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 5.40 | 1.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 42.38 |
| LOS ANGELES | 1.25% | 8.84 |
| LOS ANGELES COUNTY | 0.50% | 3.53 |
| METROPOLITAN TRANSIT | 0.50% | 3.53 |
| OTHER | 1.50% | 10.59 |

| SALES TAX: | TOTAL PRODUCT: | Pay this AMOUNT: |
|---|---|---|
| 68.87 | 702.00 | |
| FEES: 0.00 | TOTAL FREIGHT: 0.00 | |
| | TOTAL OTHER: 4.32 | $775.19 |

| SALES REP | PO NUMBER | REF | CONTRACT NO | TAX EXEMPT ID | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 329 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 6164056 | 04/13/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 04/09/2026 | 19427322 | 329 | | 457301 | COLD MIX 3/8 SC9 | T | 5.40 | 130.00 | | | | | | | 702.00 |
| | | | | ENVFEETON | Environmental Fee Ton -Agg & Asphalt | | | | | | | T | 5.40 | 0.80 | 4.32 |

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**Vulcan Materials Company** and Subsidiaries

CALMAT CO.

SHIP TO:

FOB LOS ANGELES*
SOUTH GATE
2715 E WASHINGTON BLVD
VARIOUS LOCATIONS,
LOS ANGELES,CA,90023

# INVOICE

SOLD TO:

SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate, CA 90280

To ensure proper credit, please include remittance or list invoice numbers on your check remittance and send to:

Calmat Co dba Vulcan Materials Co
PO Box 55572
Los Angeles, CA 90074-5572, US
Phone: 1-800-777-8752 or
help@vmcmail.com

| | |
|---|---|
| CUSTOMER NO: | 97693-217421 |
| INVOICE NO: | 6164058 |
| INVOICE DATE: | 04/13/2026 |
| INVOICE AMT: | 272.01 |
| ORDER: | 2677037295 |
| DUE DATE: | 05/15/2026 |

Invoices not paid according to our credit terms will be assessed a Finance Charge. Customer shall pay all cost of collection including but not limited to a reasonable attorney's fee for services rendered by suit or otherwise in collecting past due invoices.

| TOTAL QUANTITY: | TOTAL LOADS: |
|---|---|
| 2.01 | 1.00 |

| TAXES: | PERCENT: | AMOUNT: |
|---|---|---|
| CALIFORNIA | 6.00% | 14.87 |
| LOS ANGELES | 1.25% | 3.10 |
| LOS ANGELES COUNTY | 0.50% | 1.24 |
| METROPOLITAN TRANSIT | 0.50% | 1.24 |
| OTHER | 1.50% | 3.72 |

| | |
|---|---|
| SALES TAX: | 24.17 |
| FEES: | 0.00 |
| TOTAL PRODUCT: | 246.23 |
| TOTAL FREIGHT: | 0.00 |
| TOTAL OTHER: | 1.61 |
| **Pay this AMOUNT:** | **$272.01** |

| SALES REP | PO NUMBER | REF | CONTRACT NO | TAX EXEMPT ID. | TERMS |
|---|---|---|---|---|---|
| No Sales Credit | 240 | | | | NET 15th PROX - Payable in full by the 15th of each month following month of shipment |

| INVOICE # | INVOICE DATE | CUSTOMER NUMBER | LOCATION | LOCATION | ORDER | BILL OF LADING | FOB |
|---|---|---|---|---|---|---|---|
| 6164058 | 04/13/2026 | 97693-217421 | 4979-221 | LOS ANGELES HMA | 2677037295 | | PICKUP |

TICKET DETAIL

| SHIP DATE | TICKET | VEHICLE | CLASS | PROD CODE | DESCRIPTION | PRODUCT UOM | PRODUCT QTY | PRODUCT PRICE | FREIGHT UOM | FREIGHT QTY | FREIGHT PRICE | OTHER CHARGES UOM | OTHER CHARGES QTY | OTHER CHARGES PRICE | AMOUNT |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 04/09/2026 | 19427257 | 240 | | 400807<br>ENVFEETON | 203 E PG64-10<br>Environmental Fee Ton -Agg & Asphalt | T | 2.01 | 122.50 | | | | T | 2.01 | 0.80 | 246.23<br>1.61 |

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Vulcan Materials Company
and Subsidiaries

CALMAT CO.

# FINANCE CHARGE INVOICE

| Customer No | Invoice Date | Invoice No | Invoice Amount |
|---|---|---|---|
| 97693-217421 | 04/30/2026 | 620067 | 145.69 |

To ensure proper credit, please provide a remittance advice or a copy of invoice and
REMIT PAYMENT TO:

CALMAT CO DBA VULCAN
MATERIALS CO
PO BOX 55572
LOS ANGELES, CA 90074-5572, US
PHONE: 1-800-777-8752 OR
HELP@VMCMAIL.COM

PAYMENT DUE UPON RECEIPT

SOUTH GATE / CITY OF
8650 CALIFORNIA AVE
ATTN ACCOUNTS PAYABLE
South Gate , CA 90280

*We have charged your account for the following item(s):*

| Customer No | Invoice Date | Invoice No | Acct Rep: | Credit Rep: |
|---|---|---|---|---|
| 97693-217421 | 04/30/2026 | 620067 | No Sales Credit | RETTIGM 213-264-0018<br>RettigM@vmcmail.com |

| Open Inv Date | Open Inv No | VMC Plant | Customer PO No | Open Invoice Amount | Finance Charge Amount |
|---|---|---|---|---|---|
| 03/09/2026 | 5846484 | 4979 | 240 | 391.16 | 10.03 |
| 03/11/2026 | 5868882 | 4979 | 240 | 1,049.65 | 25.88 |
| 03/13/2026 | 5882597 | 4979 | 240 | 919.25 | 21.76 |
| 03/13/2026 | 5883174 | 4979 | 240 | 530.09 | 12.55 |
| 03/18/2026 | 5922753 | 4979 | 240 | 1,057.49 | 22.42 |
| 03/23/2026 | 5947630 | 4979 | 240 | 783.62 | 14.68 |
| 03/25/2026 | 5970081 | 4979 | 240 | 392.45 | 6.97 |
| 03/27/2026 | 5989736 | 4979 | 240 | 406.33 | 6.81 |
| 03/27/2026 | 5990440 | 4979 | 240 | 1,085.13 | 18.19 |
| 03/30/2026 | 6002016 | 4979 | 240 | 418.40 | 6.40 |

PAYMENT DUE UPON RECEIPT

TOTAL AMOUNT DUE
$145.69

PLEASE RETURN REMITTANCE WITH PAYMENT

# Item No. 17

Office of the
South Gate City Clerk

JUN - 4 2026

FILED

9:58 am

# *City of South Gate*

## CITY COUNCIL

# AGENDA BILL

For the Regular Meeting of: **June 9, 2026**

Originating Department: **City Manager's Office**

***City Manager:*** _____ ***City Manager:*** _____

*Rob Houston* *Rob Houston*

---

**SUBJECT: CITY COUNCIL APPOINTMENTS TO THE VARIOUS CITY COMMISSIONS, COMMITTEES AND BOARDS**

**PURPOSE:** Under the South Gate Municipal Code, City Council Members are authorized to nominate individuals to serve on various City Commissions, Committees, and Boards, subject to ratification by the City Council. This item was placed on the agenda at the request of Council Member Maria del Pilar Avalos to remove an existing appointment.

**RECOMMENDED ACTION:** The City Council will consider ratifying the motion made by Council Member Maria del Pilar Avalos to remove Eric Trujillo as her representative from the Parks & Recreation Commission.

**FISCAL IMPACT:** None.

**ANALYSIS:** The removal of the Commissioner from the Parks & Recreation Commission must be ratified by a majority vote of the City Council and would be effective June 10, 2026.

**BACKGROUND:** According to South Gate Municipal Code, Title 1 Administration, of Chapter 1.09 Parks and Recreation Commission, Section 1.09.060 **Removal from office.** "Any commissioner may be removed at any time by a four-fifths vote of the entire city council. In the event a city council member files a written request with the city manager for the removal of the commissioner he/she appointed to serve on the parks and recreation commission, then the necessary vote to effectuate such removal shall be a three-fifths vote; however, one of the voting city council members must be the city council member who appointed the commissioner to serve on the parks and recreation commission."

**ATTACHMENT:** Roster of City Commissioners, Committee and Board Members

| Council Member<br>Revised: 05-13-26 | Planning Commission<br>$125/Meeting<br>1st & 3rd Tuesday at 7:00 pm | Parks & Recreation Commission<br>$75/Meeting<br>2nd Thursday at 7:00 pm | Tweedy Mile Advisory Board<br>1st Monday at 5:00 pm | Citizens' Advisory Committee<br>$25/Meeting meets as needed | |
|---|---|---|---|---|---|
| **Maria del Pilar Avalos**<br>2739 Glenwood Place<br>Cell: (562) 719-1337<br><br>Elected: 03-03-2020<br>**End of Term:** Nov 2028 | **Margarita Valenzuela**<br>5219 McCallum Ave #B<br>Cell: (323) 304-3128<br>maggievalenz05@gmail.com<br><br>Appointed: 05-27-2025<br>Effective: 05-28-2025 | **Eric Trujillo**<br>10001 Jackson Avenue<br>Cell: (323) 828-2637<br>etrujillo.2010@gmail.com<br><br>Appointed: 11-25-25<br>Effective: 11-26-25 | **Veronica Gardea**<br><br>Cell: (323) 537-6389<br>awardsyouwillremember@gmail.com<br><br>Appointed: 05-12-26<br>Effective: 05-13-26 | **Ana Zavala**<br>9222 San Vincente Ave, Unit B<br>Cell: (310) 704-6949<br>analuzav1@gmail.com<br><br>Appointed: 09-12-2023<br>Effective: 09-13-2023 | VACANT |
| **Joshua Barron**<br>8819 Beaudine Avenue<br>Cell: (323) 791-5126<br><br>Elected: 11-08-2022<br>**End of Term:** Nov 2026 | **Daisy Prieto**<br>9731 Bryson Avenue<br>Cell: (323) 707-3629<br>daisyprieto@att.net<br><br>Appointed: 01-24-2023<br>Effective: 01-25-2023 | **Lizette Ruiz**<br>10226 Kaufman Avenue<br>Cell (323) 253-9417<br>lruuiz@yahoo.com<br><br>Appointed: 01-24-2023<br>Effective: 01-25-2023 | VACANT<br><br>Appointed:<br>Effective:<br>**Term expires:** | **Andres Gonzalez**<br>10509 San Carlos Avenue<br>(323) 434-6894<br>andres.gonzalezsn@gmail.com<br><br>Appointed: 02-14-2023<br>Effective: 02-15-2023 | **Rosa Delgado**<br>8829 Firestone Plaza<br>Cell: (626) 246-5793<br>rposada21@yahoo.com<br><br>Appointed: 02-14-2023<br>Effective: 02-15-2023 |
| **Maria Davila**<br>10035 San Luis Avenue Cell: (323) 243-9947<br><br>Elected: 01-28-2003<br>**End of Term:** Nov 2028 | **Lizette Ruiz**<br>10226 Kaufman Avenue<br>Cell (323) 253-9417<br>lruuiz@yahoo.com<br><br>Appointed: 05-28-2024<br>Effective: 05-29-2024 | **Cynthia Esquivel**<br>4730 Tweedy Boulevard<br>Cell: (323) 747-0076<br>cynesquivel5@gmail.com<br><br>Appointed: 05-14-2024<br>Effective: 05-15-2024 | **Angela Lucero**<br>10300 San Jose Avenue<br>Cell: (323) 540-3426<br>angela_lucero@sbcglobal.net<br><br>Re-appointed on 10-08-2024<br>Effective: 10-09-24<br>**Term expires 10-09-2027** | **Marie De Lourdes Castillo**<br>10036 San Antonio Avenue<br>(323) 567-5572<br>titomi6281@sbcglobal.net<br><br>Appointed: 02-18-2003 | **Anthony Zepeda**<br>5218 McCallum Avenue<br>Cell: (323) 405-2006<br>anthonyzepeda10@yahoo.com<br><br>Appointed: 05-27-2014 |
| **Gil Hurtado**<br>10001 W. Frontage Road, Space 215<br>Cell: (323) 893-5728<br><br>Elected: 03-03-2020<br>**End of Term:** Nov 2028 | **Mayra Castaneda**<br>5740 Taft Avenue<br>Cell: (562) 454-7949<br>mmcastaneda99@aol.com<br><br>Appointed: 03-25-2025<br>Effective: 03-26-2025 | **Alan D. Flores, II**<br>5255 Almira Road<br>Cell: (213) 280-2672<br>laxxxii@yahoo.com<br><br>Appointed: 05-12-2020 | **Sylvia Masushige**<br>8416 Beechwood Avenue<br>Cell: (562) 755-6159<br>grandmasyl01@hotmail.com<br><br>Re-appointed: 09-24-2024<br>Effective: 09-25-2024<br>**Term expires: 09-25-2027** | **Evelyn Martinez**<br>10030 San Vincente Ave<br>Cell: (323) 652-9540<br>evelynmartinez8438@gmail.com<br><br>Appointed: 09-23-25<br>Effective: 09-23-25 | **Norma Mendoza**<br>8691 San Gabriel Avenue<br>Cell: (562) 277-2992<br>norma.mendoza9@gmail.com<br><br>Appointed: 05-12-2020 |
| **Al Rios**<br>10408 Orange Avenue<br>Cell: (323) 974-3540<br><br>Elected: 11-08-2022<br>**End of Term:** Nov 2026 | **Jimmy Ozaeta**<br>2541 Kansas Avenue<br>Cell: (213) 400-0897<br>jimmyozaeta@hotmail.com<br><br>Appointed: 01-10-2023<br>Effective: 01-11-2023 | **Edgar Pelayo**<br>10207 Mallison Avenue<br>Cell: (323) 816-2904<br>eip64p@gmail.com<br><br>Appointed: 01-10-2023<br>Effective: 01-11-2023 | **Victor Zamudio**<br><br>vmzamudio@hotmail.com<br><br>Appointed: 04-12-2022<br>Effective: 04-13-2022<br>**Term expires 04-13-2025** | **Susan F. Janer**<br>5314 Batavia Road<br>(323) 717-4243<br>rosyallday@sbcglobal.net<br><br>Appointed: 01-23-24<br>Effective: 01-24-24 | VACANT |

N

Item No. 18

Office of the South Gate City Clerk
JUN - 3 2026
FILED 9:30 am

# WARRANT REGISTER FOR COUNCIL MEETING 06/09/2026

PART I

apChkLst
05/20/2026 11:41:25AM

Final Check List
CITY OF SOUTH GATE



Bank : botw BANK OF THE WEST

| Check # | Date | Vendor | | Invoice | Inv Date | Description | Amount Paid | Check Total |
|---|---|---|---|---|---|---|---|---|
| 114639 | 5/21/2026 | 0012107 | CALIFORNIA STATE DISBUR: | Ben385427 | 5/21/2026 | CA STATE DISB. UNIT: PAYMENT | 944.13 | 944.13 |
| | Voucher: | | | | | | | |
| 114640 | 5/21/2026 | 00002138 | FRANCHISE TAX BOARD | Ben385425 | 5/21/2026 | GARNISHMENT - FRANCHISE TA | 582.73 | 582.73 |
| | Voucher: | | | | | | | |
| 114641 | 5/21/2026 | 0014949 | TEXAS CHILD SUPPORT SDI | Ben385429 | 5/21/2026 | TX CHILD SUPPORT SDU: PAYMI | 638.31 | 638.31 |
| | Voucher: | | | | | | | |

**Sub total for BANK OF THE WEST:** 2,165.17

**3 checks in this report.**

**Grand Total All Checks:** 2,165.17

# WARRANT REGISTER FOR COUNCIL MEETING 06/09/2026

PART II

2

apChkLst
05/20/2026 12:30:02PM

Final Check List
CITY OF SOUTH GATE



Bank : botw BANK OF THE WEST

| Check # | Date | Vendor | | Invoice | Inv Date | Description | Amount Paid | Check Total |
|---|---|---|---|---|---|---|---|---|
| 114645 | 5/19/2026 | 00000379 | VERIZON BUSINESS | 64112050 | 2/10/2026 | BILLING PRD- 01/01/26 -01/31/26 | 84.64 | |
| | | | | 64962497 | 4/10/2026 | BILLING PRD- 03/01/26 -03/31/26 | 84.05 | |
| | | | | 67434727 | 5/10/2026 | BILLING PRD- 04/01/26 -04/30/26 | 84.05 | 252.74 |
| 114646 | 5/19/2026 | 00001280 | WILLDAN | 00341596 | 11/20/2025 | 10/31/25 PROJECT MANAGEMEN | 6,290.00 | |
| | | | | 003422368 | 4/16/2026 | 4/3/26 PROJECT MANAGEMENT | 5,865.00 | |
| | | | | 00341877A | 1/20/2026 | 01/2/26 PROJECT MANAGEMENT | 2,040.00 | 14,195.00 |
| 114642 | 5/19/2026 | 00003692 | AT&T MOBILITY II, LC | 287360907306X05 | 5/1/2026 | MAY 2026 FIRSTNET CELL PHON | 3,924.96 | 3,924.96 |
| 114643 | 5/19/2026 | 0010237 | FRONTIER COMMUNICATIOI | 209-057-1084-050 | 5/20/2026 | MAY 2026 ACCT# 209-057-1084-0 | 85.63 | 85.63 |
| 114644 | 5/19/2026 | 0013036 | J.A. SALAZAR CONSTRUCTI | 586-6 | 11/14/2025 | 10/30/25 AMR REPLACEMENT PH | 202,552.45 | 202,552.45 |
| | | | | | | **Sub total for BANK OF THE WEST:** | | 221,010.78 |
| | | | | | | **Grand Total All Checks:** | | 221,010.78 |

**5 checks in this report.**

# WARRANT REGISTER FOR COUNCIL MEETING 06/09/2026

apChkLst
06/01/2026 7:43:29AM

Final Check List
CITY OF SOUTH GATE



**Bank : botw BANK OF THE WEST**

| Check # | Date | Vendor | | Invoice | Inv Date | Description | Amount Paid | Check Total |
|---|---|---|---|---|---|---|---|---|
| 114647 | 5/27/2026 | 00004934 | GAS COMPANY | 115-800-9600-3 05 | 5/15/2026 | BILLING PRD-04/13/26-05/13/26 | 8,388.75 | |
| | Voucher: | | | 013 900 7300 3 05 | 5/15/2026 | BILLING PRD-04/13/26-05/13/26 | 1,269.13 | |
| | | | | 186 100 7200 3 05 | 5/14/2026 | BILLING PRD-04/13/26-05/13/26 | 1,210.55 | |
| | | | | 049 200 7902 9 05 | 5/18/2026 | BILLING PRD-04/14/26-05/14/26 | 161.01 | |
| | | | | 102 000 8100 7 05 | 5/14/2026 | BILLING PRD-04/10/26-5/11/26 | 92.39 | |
| | | | | 134 700 9400 7 05 | 5/14/2026 | BILLING PRD-04/10/26-05/11/26 | 72.62 | |
| | | | | 132 600 9400 1 05 | 5/14/2026 | BILLING PRD-04/10/26-05/11/26 | 62.73 | |
| | | | | 130 500 9400 5 05 | 5/14/2026 | BILLING PRD-04/10/26-05/11/26 | 29.13 | |
| | | | | 045 400 7300 6 05 | 5/15/2026 | BILLING PRD-04/13/26-05/13/26 | 28.62 | |
| | | | | 126 300 9600 1 05 | 5/15/2026 | BILLING PRD-04/13/26-05/13/26 | 16.76 | |
| | | | | 113-798-0353-6 05 | 5/15/2026 | BILLING PRD-04/13/26-05/13/26 | 14.79 | 11,346.48 |
| 114648 | 5/27/2026 | 00004869 | GOLDEN STATE WATER COM | 73744100006 - 05/ | 5/5/2026 | BILLING PRD-04/02/26-05/04/26 | 784.43 | |
| | Voucher: | | | 33744100000 - 05/ | 5/14/2026 | BILLING PRD-04/02/26-05/04/26 | 589.41 | |
| | | | | 53744100008 - 05/ | 5/5/2026 | BILLING PRD-04/02/26-05/04/26 | 457.58 | |
| | | | | 63744100007 - 05/ | 5/5/2026 | BILLING PRD-04/02/26-05/04/26 | 281.75 | |
| | | | | 29007443710-05/2 | 5/6/2026 | BILLING PRD-04/05/26-05/06/26 | 151.37 | |
| | | | | 32809400008 - 05/ | 5/5/2026 | BILLING PRD-04/02/26-05/04/26 | 71.66 | 2,336.20 |
| 114649 | 5/27/2026 | 0014490 | MACRO AUTOMATICS CORP | 999 | 5/18/2026 | SCADA SYSTEMS UPGRADE | 31,016.25 | 31,016.25 |
| | Voucher: | | | | | | | |
| 114650 | 5/27/2026 | 00004865 | SO CALIF EDISON | 05/06/26 | 5/6/2026 | BILLING PERIOD - 2/24/2026 TO 5 | 97,849.23 | 97,849.23 |
| | Voucher: | | | | | | | |

**Sub total for BANK OF THE WEST:** 142,548.16

**4 checks in this report.**

**Grand Total All Checks:** 142,548.16

apChkLst
06/01/2026 11:47:45 AM

Final Check List
CITY OF SOUTH GATE



Bank : botw BANK OF THE WEST

| Check # | Date | Vendor | | Invoice | Inv Date | Description | Amount Paid | Check Total |
|---|---|---|---|---|---|---|---|---|
| 27275 | 5/21/2026 | 00004266 | U.S. BANK CORPORATE PAYMENT SY | | | | | |
| | | 0005295 | WALMART | 003926 | 4/13/2026 | DS- TEEN PROGRAMMING | 43.57 | |
| | | 0005295 | WALMART | 048626 | 4/14/2026 | DS- YOUTH PROGRAMS | 168.07 | |
| | | 0012615 | COSTCO | 042333 | 4/14/2026 | DS- GOLF RESALE | 216.50 | |
| | | 0011935 | PAR WEST TURF SERVICES | 203332 | 4/23/2026 | DS- GOLF EQUIPMENT | 751.57 | |
| | | 0005382 | LACMA MUSEUM | 04/17/26 | 4/17/2026 | DS- CREDIT FOR COMMUNITY EXCURSION | -460.00 | |
| | | 00004854 | SMART & FINAL | 036777 | 4/21/2026 | DS- YOUTH PROGRAMS | 156.71 | |
| | | 0012980 | CHARTER COMMUNICATIONS | 120508901040 | 4/7/2026 | LF- SPECTRUM SUBSCR FROM 3/7/26-4/6/26 F | 2,167.27 | |
| | | 0009764 | GOVERNMENT FINANCE OFFICERS | CASH-1932320 | 12/2/2025 | LF - 2026-PAY FOR COA MEMBERSHIP RENEWAL | 1,000.00 | |
| | | 00002335 | PITNEY BOWES | 00030756 | 4/2/2026 | LF - 1/30/2026-4/29/2026: POSTAGE MACHIN | 1,283.85 | |
| | | 0014722 | CALPERLA | 04/07/2026 | 4/7/2026 | LF-2026-CALPERLA MEMBERSHIP DUES | 390.00 | |
| | | 0014052 | READYREFRESH, PRIMO BRANDS | 06D670690036 | 4/15/2026 | LF- CITYWIDE WATER DISPENSER SERVICE 3/1 | 1,540.87 | |
| | | 0012858 | VICTOR TECHNOLOGY | 0728467-IN | 4/21/2026 | LF - DUAL MONITOR MOUNT NEEDED FOR EXIST | 69.39 | |
| | | 0009420 | SPARKLETTS | 1270682 | 2/28/2026 | NC- WATER SERVICE | 62.21 | |
| | | 0015492 | DXP ANAHEIM | DLN849QF4XG | 5/14/2026 | CC - REGISTER T. BUNGAY, R. ANSELMO, R. | 225.00 | |
| | | 0014461 | CANVA | 04851-5777847 | 4/14/2026 | CC -APRIL MONTHLY SUBSCRIPTION | 40.00 | |
| | | 0013960 | MEZCALA NURSEY INC | 2392 | 4/16/2026 | CC - EARTH DAY CONSERVATION GIVEAWAYS | 385.88 | |
| | | 0012980 | CHARTER COMMUNICATIONS | 1884300010321 | 3/21/2026 | TD - 03/27-04/26,2026-INTERNET AT AUDITO | 119.98 | |
| | | 0012592 | 1-800-FLOWERS | 21996 | 4/16/2026 | TD - SYMPATHY FLOWERS FOR PARK RANGER | 135.73 | |
| | | 0009649 | AT&T | 052026 | 3/27/2026 | TD - 03/28-04/27,2026-INTERNET AT AZALEA | 54.25 | |
| | | 0005295 | WALMART | 006064 | 3/24/2025 | DS- TEEN PROGRAMMING | 111.12 | |
| | | 0010690 | CANVA FOR WORK | 04/28/26A | 4/28/2026 | GP - CANVA-30 DAY FREE TRIAL | -1.00 | |
| | | 0015239 | AMENITIES DEPOT | 4VNJTPZ8A | 4/16/2026 | EG-JAIL SUPPLIES-INMATE SLIPPERS | 269.09 | |
| | | 00003440 | MR UNIFORM | 04/20/2026 | 4/20/2026 | EG-04/20/26-ACADEMY UNIFORMS FOR RECRUIT | 792.57 | |
| | | 00003440 | MR UNIFORM | 04/21/26 | 4/21/2026 | EG-04/20/26-ACADEMY UNIFORMS FOR RECRUIT | 44.09 | |
| | | 0008305 | EVENTBRITE.COM | 04/15/26 | 4/15/2026 | AC-2026 PUBLIC WORKS EXPO | 360.00 | |
| | | 0008305 | EVENTBRITE.COM | 14631814203 | 4/8/2026 | AC-2026 GREENBOOK SEMINAR | 100.00 | |
| | | 0014757 | OPENAI, L.L.C. | 0003 | 4/18/2026 | AC-OPEN AI INC | 50.00 | |
| | | 00002871 | ICC-INTERNATIONAL CODE COUNCIL | 102213137 | 4/15/2026 | WC-INTERNATIONAL CODE COUNCIL PERMIT TEC | 255.00 | |
| | | 00002871 | ICC-INTERNATIONAL CODE COUNCIL | 0001174357 | 4/16/2026 | WC-INTERNATIONAL CODE COUNCIL PERMIT TEC | 50.00 | |
| | | 0012665 | RS SCREEN PRINTING &EMBROIDERY | FTSTAFFPOL | 3/25/2026 | JM-FT STAFF UNIFORM POLOS ( J.JIMENEZ) | 146.10 | |
| | | 0005292 | TARGET | 026002 | 3/26/2026 | JM-YOUTH SPORTS PROGRAM SUPPLIES | 13.99 | |
| | | 0007856 | POWER SYSTEMS | 63802366 | 4/1/2026 | JM - FITNESS PROGRAM EQUIPMENT | 624.91 | |
| | | 0014467 | FITNESS ON DEMAND | 73408 | 4/1/2026 | JM - APRIL2026- FOD MONTHLY SUBSCRIPTION | 229.00 | |
| | | 0010530 | DICK'S SPORTING GOODS | 50063296060 | 4/6/2026 | JM - FT STAFF UNIFORM SHOES (J. JIMENEZ) | 127.35 | |
| | | 0015325 | NORDSTROM RACK | 04/06/26 | 4/6/2026 | JM - FT STAFF UNIFORM SHOES (J. JIMENEZ) | 168.34 | |
| | | 0015325 | NORDSTROM RACK | 04/07/26 | 4/7/2026 | JM - FT STAFF UNIFORM SHOES (J. JIMENEZ) | 77.53 | |
| | | 0005295 | WALMART | 079547 | 4/7/2026 | JM - TEEN PROGRAM SUPPLIES | 35.74 | |
| | | 0005295 | WALMART | 047837 | 4/7/2026 | JM - YOUTH PROGRAM SUPPLIES | 31.14 | |
| | | 0008456 | NSCA | 638798 | 4/9/2026 | JM - 2026 FITNESS PROFESSIONAL MEMBERSHI | 130.00 | |
| | | 0015327 | YOUTUBE PREMIUM | CWQU-4 | 4/19/2026 | JM - APRIL 2026-YOUTUBE PREMIUM MONTHLY | 22.99 | |
| | | 00001104 | LEAGUE OF CAL CITIES L.A. CTY | 53316 | 4/16/2026 | AE- 05/20/26-R.HOUSTON ATTENDING LEAGUE | 75.00 | |

| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | 00004634 | CALED | 200005950 | 4/2/2026 | GP-04/16/216-CALED CONFERENCE FOR ECONOM | 395.00 | |
| | | 0015334 | PROMOTE & GROW | 881055 | 4/20/2026 | JM - RECREATION PROGRAMS MARKETING | 194.92 | |
| | | 0005295 | WALMART | 08983 | 4/21/2026 | DS- TEEN PROGRAMMING | 73.70 | |
| | | 00003843 | NORTH STAR ELECTRONICS, LLC | 3491 | 3/23/2026 | DR - REPAIR SAFETY LIGHT BAR UNIT #410 | 250.00 | |
| | | 00003843 | NORTH STAR ELECTRONICS, LLC | 3494 | 3/25/2026 | DR - REPAIR SAFETY LIGHT BAR UNIT #450 | 177.37 | |
| | | 0005677 | DEPARTMENT OF PESTICIDE REGULA | 04/09/26 | 5/26/2026 | DR - PESTICIDE USE QAC FEES DUE- ROBERTO | 70.00 | |
| | | 0012474 | THE HOME DEPOT DEPOT PRO | WN53776823 | 4/2/2026 | DR - BATTERY - HEDGE TRIMMER-CHAIN SAW K | 485.09 | |
| | | 00003997 | PAPA | 84635 | 4/14/2026 | DR - 2026 PAPA MEMBERSHIP - ROBERTO SOSA | 50.00 | |
| | | 00003997 | PAPA | 012777 | 4/14/2026 | DR - SEMINAR - CONTINUED EDUCATION - ROB | 140.00 | |
| | | 0005381 | H & H NURSERY | 310311 | 4/15/2026 | DR - REPLACEMENT PLANTS AUDITORIUM | 253.05 | |
| | | 0015480 | GMPARTSCENTER.NET | 724709 | 4/1/2026 | DR - REPAIR PART UNIT #483 | 65.32 | |
| | | 00003997 | PAPA | 05/15/26 | 5/15/2026 | DR - CREDIT | -20.00 | |
| | | 0015487 | UNDER ARMOUR INC | US-37395125 | 4/6/2026 | JEM:UNIFORM BOOTS/MEA MOU | 121.83 | |
| | | 0014727 | FEDEX | 03/25/25 | 3/25/2026 | RA-PRINTING/LAMINATION JAIL SIGNS | 17.86 | |
| | | 0014727 | FEDEX | 03/25/2026 | 3/25/2026 | RA-PACKAGE DELIVERY TO TENNESSEE | 73.78 | |
| | | 00004320 | CPCA CONFERENCE | 15794 | 4/13/2026 | RA-DICIPLINARY TRAINING FOR EXECUTIVES | 250.00 | |
| | | 0015212 | AUTODESK, INC | 9065072827 | 4/7/2026 | JPL-AUTOCAD LT FOR PW ENGINEERS, QTY9 | 630.00 | |
| | | 00004073 | CBIA | 031976 | 3/23/2026 | JEM:BACKGROUND INVESTIGATORS ASSOCIATIO | 60.00 | |
| | | 0008045 | PD: CLEARS INC. | 03/25/26 | 3/25/2026 | JEM:APRIL 15,2026-CLEARS TRAINING -TUITI | 50.00 | |
| | | 00004804 | RIO HONDO COMMUNITY COLLEGE | S26-105-ZSGT | 3/30/2026 | JEM:DRIVER TRAINING -TUITION FORTWO OFFI | 50.00 | |
| | | 00004804 | RIO HONDO COMMUNITY COLLEGE | S26-129-ZSGT | 3/30/2026 | JEM:DRIVER TRAINING -TUITION FORTWO OFFI | 50.00 | |
| | | 00004804 | RIO HONDO COMMUNITY COLLEGE | S26-122-ZSGT | 3/30/2026 | JEM:DRIVER TRAINING -TUITION FORTWO OFFI | 50.00 | |
| | | 0015488 | ECHELON K9 | 0316 | 4/2/2026 | JEM:APRIL23-24,2026-POST CANINE PROGRAM | 621.00 | |
| | | 0008045 | PD: CLEARS INC. | 04/02/2026 | 4/2/2026 | JEM:REFUND- APRIL15,2026-CLEARS TRAINING | -50.00 | |
| | | 00003395 | PK: KNOTTS BERRY FARM | 102223928 | 3/27/2026 | DS- TEEN EXCURSION | 867.00 | |
| | | 0005295 | WALMART | 63595 | 3/27/2026 | DS- SPECIAL EVENTS | 6.77 | |
| | | 0005295 | WALMART | 087850 | 3/28/2026 | DS- SPECIAL EVENTS | 171.78 | |
| | | 0014115 | BALLUSIONIST AMY'S PLAYGROUND, | 2619 | 3/28/2026 | DS- SPECIAL EVENTS | 782.25 | |
| | | 0015334 | PROMOTE & GROW | 04/04/26 | 4/4/2026 | DS- CULTURAL ARTS | 243.65 | |
| | | 0015334 | PROMOTE & GROW | 04/06/26 | 4/6/2026 | DS- CULTURAL ARTS | 990.11 | |
| | | 0015334 | PROMOTE & GROW | 04/09/26 | 4/9/2026 | DS- CULTURAL ARTS | 318.96 | |
| | | 0013210 | STICKER MULE IN., | 04/09/26 | 4/9/2026 | DS- CULTURAL ARTS | 87.63 | |
| | | 0005295 | WALMART | 10824 | 3/26/2026 | DS- SPECIAL EVENTS | 46.12 | |
| | | 0015487 | UNDER ARMOUR INC | us-37395258 | 4/6/2026 | JEM:UNIFORM BOOTS/MEA MOU | 121.83 | |
| | | 0010827 | CARD INTEGRATORS CORPORATION | Q-22875-1 | 4/7/2026 | JEM:SUPPLIES FOR IDENTIFICATION CARDS / | 267.24 | |
| | | 0010266 | HEARTSMART.COM | 442936 | 4/7/2026 | JEM:REPLACEMENT PADS FOR AED'SASSIGNED T | 382.09 | |
| | | 0012819 | FULL CIRCLE TRAINING SOLUTIONS | 04/16/26 | 4/16/2026 | JEM:JUNE 11,2026-PRA TRAINING FOR RB PE | 259.00 | |
| | | 0012819 | FULL CIRCLE TRAINING SOLUTIONS | 04/16/2026 | 5/26/2026 | JEM:JUNE 11,2026-PRA TRAINING FOR RB PE | 259.00 | |
| | | 0005347 | AMAZON.COM | 04/09/2026 | 4/9/2026 | RA- AMAZON PRIME AUTO RENEWAL | 153.94 | |
| | | 00002789 | CDW GOVERNMENT INC | AI6TT2U | 3/24/2026 | JPL-TRIPPLITE DISTRIBUTIONUNIT (PDU) | 855.37 | 21,935.47 |
| 27275 | 5/21/2026 | 00004266 | U.S. BANK CORPORATE PAYMENT SY | | | | | |
| | | 0009213 | PK: MARTINEZ, GILBERT | 000010 | 3/26/2026 | DS- SPECIAL EVENTS PO# 0009777 | 1,500.00 | |
| | | 0010690 | CANVA FOR WORK | 04/28/26 | 4/28/2026 | GP - CANVA-30 DAY FREE TRIAL | 1.00 | |
| | | 0015092 | NATIONWIDE/PET INSURANCE | 7507650 | 3/2/2026 | TG- 04/26/26-05/06/26-NATIONWIDE PET INS | 669.93 | |
| | | 0015092 | NATIONWIDE/PET INSURANCE | 1197101 | 2/20/2026 | TG- 04/26/26-05/06/26-NATIONWIDE PET INS | 649.90 | |
| | | 0005295 | WALMART | 075735 | 3/30/2026 | AE- 03/30/26 ACCIDENTAL CHARGE - REIMBUR | 371.00 | |
| | | 00004234 | CHANDLER'S AIR CONDITIONING & | 16383567 | 5/21/2026 | JC- SENIOR CENTER REFRIGIRATOR REPAIR | 616.55 | |
| | | 00004469 | PD: CALIFORNIA POLICE CHIEFS | 04/13/2026 | 4/13/2026 | MA-04/30/26 TUITION-POLICE EXECUTIVE & A | 200.00 | |
| | | 0013705 | ALFREDO TALAVERA | 074245 | 4/6/2026 | GM-04/08/2026-SCHOOL SAFETY COLLABORATIV | 590.00 | |
| | | 00001698 | 4 IMPRINT INC | 31263854 | 4/6/2026 | AM-EARTHDAY GIVEAWAYS | 687.72 | |
| | | 0015499 | INTERNATIONAL SOCIETY OF, ARBOR | 125410 | 4/20/2026 | 2026-ISA CERTIFIED ARBORIST RENEWAL FEE | 220.00 | |
| | | 0014094 | CALIFORNIA STATE UNIVERSITY, SAC | 965919 | 3/23/2026 | CC - REGISTER G. CASTANEDA, COURSE PACKE | 25.00 | |
| | | 0005292 | TARGET | 04/02/2026 | 4/2/2026 | JRC-DOMESTIC VIOLENCE SUPPORT GROUP SUP | 151.87 | |
| | | 0006828 | WINCHELL'S DONUTS | 271 | 4/2/2026 | JRC- DOMESTIC VIOLENCE SUPPORT GROUP EVE | 27.50 | 5,710.47 |

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|---|---|---|---|---|---|---|---|---|
| 114651 | 6/9/2026 Voucher: | 00001467 | ADMINISTRATIVE SERV. CO-OP | 260315 | 3/31/2026 | MARCH 2026 PHONE A RIDE SERVICES FOR SG | 66,967.30 | 66,967.30 |
| 114652 | 6/9/2026 Voucher: | 00003971 | ADMINSURE INC. | 18881 | 5/18/2026 | JUNE 2026 WORKERS COMP CLAIM ADMIN SERVI | 10,083.00 | 10,083.00 |
| 114653 | 6/9/2026 Voucher: | 00004372 | AIRGAS USA, LLC | 9171818336 | 5/7/2026 | MAINTENANCE & COMPLIANCE AT SG POOL & SP | 505.26 | 505.26 |
| 114654 | 6/9/2026 | 0011325 | ALAN'S LAWN & GARDEN CENTER | 133292 | 4/29/2026 | CARRY LARGE SUPPLY OF IRRIGATION PARTS & | 1,431.09 | |
| | Voucher: | | | 136124 | 5/21/2026 | CARRY LARGE SUPPLY OF IRRIGATION PARTS & | 567.66 | 1,998.75 |
| 114655 | 6/9/2026 Voucher: | 00000185 | ALL CITY MANAGEMENT SERVICES,, I | PS-INV105660 | 5/1/2026 | ALL CITY MANAGEMENT CROSSING GUARD CONT | 36,868.92 | 36,868.92 |
| 114656 | 6/9/2026 | 0011577 | ALL PHASE ELECTRIC SUPPLY CO. | 0946-1128558 | 12/29/2025 | ELECTRICAL EQUIPMENT, MATERIALS, HARDWAR | 353.85 | |
| | Voucher: | | | 0946-1137047 | 5/19/2026 | LED STREET NAME SIGNS | 32,371.33 | |
| | | | | 0946-1137350 | 5/6/2026 | ELECTRICAL EQUIPMENT, MATERIALS, HARDWAR | 1,827.38 | |
| | | | | 0946-1129773 | 1/21/2026 | ELECTRICAL EQUIPMENT, MATERIALS, HARDWAR | 754.21 | |
| | | | | 0946-1130634 | 2/4/2026 | ELECTRICAL EQUIPMENT, MATERIALS, HARDWAR | 446.98 | |
| | | | | 0946-1130022 | 1/23/2026 | ELECTRICAL EQUIPMENT, MATERIALS, HARDWAR | 549.54 | |
| | | | | 0946-1138272 | 5/15/2026 | HIGH VOLTAGE SERIES STREETLIGHT STARTERS | 33,173.17 | 69,476.46 |
| 114657 | 6/9/2026 Voucher: | 0014721 | ALL SECURITY ENFORCEMENT, TRAN | 0199 | 5/8/2026 | JUNE 1-26 2026 ADULT CORRECTIONS OFFICER | 3,506.25 | 3,506.25 |
| 114658 | 6/9/2026 | 00000706 | ALTEC INDUSTRIES, INC. | 52024839 | 5/19/2026 | PARTS & LABOR. LIFT TRUCK & CRANE TRUCK | 1,508.83 | |
| | Voucher: | | | 51908287 | 12/29/2025 | REPAIR AND REPLACE BOOM EXTENSION CYLIND | 12,213.25 | 13,722.08 |
| 114659 | 6/9/2026 | 0012606 | AMAZON CAPITAL SERVICES,INC. | 1H1C-NW16-X\ | 3/26/2026 | COMMUNITY DEVELOPMENT | 27.23 | |
| | Voucher: | | | 1L3W-4CNH-M. | 5/13/2026 | PARKS & RECREATION SUPPLIES | 48.85 | |
| | | | | 1KDC-QQPX-PI | 5/12/2026 | BULLETIN BOARD BORDERS AND SUPPLIES | 339.03 | |
| | | | | 1YJW-XFQF-L1 | 5/5/2026 | HEAVY DUTY TRASH PICKER | 444.08 | |
| | | | | 1Q43-J7MD-JH | 5/5/2026 | CARDSTOCK | 28.20 | |
| | | | | 1TMM-WN3C-V | 5/6/2026 | ERGONOMIC OFFICE CHAIR | 201.00 | |
| | | | | 1YJH-FWWR-7 | 4/30/2026 | LABELS | 31.52 | |
| | | | | 1JW1-KRPK-63 | 5/19/2026 | LITHIUM BATTERIES | 130.66 | |
| | | | | 1NL1-H4NR-W7 | 5/1/2026 | PARK SUPPLIES | 567.19 | |
| | | | | 1JQH-NYP9-M1 | 5/7/2026 | PARKS SUPPLIES | 813.05 | |
| | | | | 1XFD-1T6N-1F | 5/11/2026 | FINANCE OFFICE SUPPLIES | 83.24 | |
| | | | | 1RK7-HMP4-3H | 5/6/2026 | PARK SUPPLIES | 150.61 | |
| | | | | 1L7N-PXD6-4V | 5/19/2026 | ADMINISTRATIVE SERVICES SUPPLIES | 303.38 | 3,168.04 |
| 114660 | 6/9/2026 Voucher: | 00004309 | AMERIFLEX | INV978500 | 5/12/2026 | FLEX ADMIN FEE FOR 31 PARTICIPANTS | 178.25 | 178.25 |
| 114661 | 6/9/2026 | 00003098 | AMERINAT | LPM-26-000169 | 1/31/2026 | JAN 2026-MONTHLY SERVICES FEES | 221.45 | |
| | Voucher: | | | LPM-26-000391 | 2/28/2026 | FEB 2026 MONTHLY SERVICES FEES | 221.45 | |
| | | | | LPM-26-00061C | 3/31/2026 | MAR 2026-MONTHLY SERVICES FEES | 221.45 | |
| | | | | LPM-26-000828 | 4/30/2026 | APR 2026 MONTHLY SERVICE FEES | 221.45 | 885.80 |
| 114662 | 6/9/2026 | 00005075 | AT&T | 25252803 | 5/13/2026 | 04/13/26 - 05/12/26 - BAN 9391034762 | 1,226.54 | |
| | Voucher: | | | 25252801 | 5/13/2026 | 04/13/26 - 05/12/26 - BAN 9391034763 | 1,209.43 | |
| | | | | 25252800 | 5/13/2026 | 04/13/26 - 05/12/26 - BAN 9391034764 | 788.37 | |
| | | | | 25252802 | 5/20/2026 | 04/13/26 - 05/12/26 - BAN 9391034765 | 1,060.59 | |
| | | | | 25252807 | 5/13/2026 | 04/13/26 - 05/12/26 - BAN 9391034761 | 32.14 | |
| | | | | 25252805 | 5/13/2026 | 04/13/26 - 05/12/26 - BAN 9391034766 | 152.15 | |
| | | | | 25252804 | 5/13/2026 | 04/13/26 - 05/12/26 - BAN 9391034766 | 21.79 | 4,491.01 |
| 114663 | 6/9/2026 Voucher: | 0015339 | ATHENA ENGINEERING, INC. | 667-2 | 4/30/2026 | 4/30/26 SGPD HVAC PROJECT | 56,859.60 | 56,859.60 |
| 114664 | 6/9/2026 | 0009040 | ATLAS BACKFLOW | 49531 | 5/18/2026 | MISC | 1,350.00 | |
| | Voucher: | | | 49509 | 5/14/2026 | MISC | 825.00 | 2,175.00 |
| 114665 | 6/9/2026 Voucher: | 0005456 | BADGE FRAME, INC. | 44128 | 5/18/2026 | CUSTOM FRAMED CHIEF OF POLICE PORTRAIT | 423.42 | 423.42 |
| 114666 | 6/9/2026 | 0011669 | BDO USA LLP | 500205881 | 3/24/2026 | FEB 2026 - SG HOUSING AUTHORITY ACCOUNTI | 1,272.50 | 1,272.50 |

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| | Voucher: | | | | | | | |
| 114667 | 6/9/2026 | 0010615 | BEARCOM | 5970233 | 11/6/2025 | JULY 2025 ANNUAL FY 25/26 FCC CHANNEL SH | 211.71 | |
| | Voucher: | | | 5970231 | 11/6/2025 | JULY 2025 ANNUAL FY 25/26 FCC CHANNEL SH | 358.82 | 570.53 |
| 114668 | 6/9/2026 | 0008396 | BLUE DIAMOND MATERIALS | 4530850 | 4/30/2026 | PURCHASE OF ASPHALT | 2,082.52 | |
| | Voucher: | | | 4520785 | 4/25/2026 | PURCHASE OF ASPHALT | 1,707.79 | 3,790.31 |
| 114669 | 6/9/2026 | 00000651 | BSN SPORTS, LLC | 934070268 | 5/1/2026 | SPORTS EQUIPMENT | 332.20 | 332.20 |
| | Voucher: | | | | | | | |
| 114670 | 6/9/2026 | 0012885 | CANON FINANCIAL SERVICES, INC. | 43168372 | 5/12/2026 | 05/20/26-06/19/25 - PD MONTHLY LEASE | 339.52 | 339.52 |
| | Voucher: | | | | | | | |
| 114671 | 6/9/2026 | 00000898 | CENTRAL BASIN MUNI WATER DIST | SG-APR26 | 5/14/2026 | APR 2026 MONTHLY CB METER CHARGE | 12,832.99 | 12,832.99 |
| | Voucher: | | | | | | | |
| 114672 | 6/9/2026 | 0012980 | CHARTER COMMUNICATIONS | 1884265010501 | 5/1/2026 | MAY 2026 SCADA INTERNET | 161.26 | 161.26 |
| | Voucher: | | | | | | | |
| 114673 | 6/9/2026 | 0013515 | CITY TIRES | 51151 | 5/15/2026 | TIRES FOR PARKS MOWERS | 20.00 | 20.00 |
| | Voucher: | | | | | | | |
| 114674 | 6/9/2026 | 0011708 | CLIENTFIRST TECHNOLOGY, CONSUL | 19527 | 4/30/2026 | APRIL 2026 IT PROJECT MANAGEMENT SERVICE | 15,491.25 | 15,491.25 |
| | Voucher: | | | | | | | |
| 114675 | 6/9/2026 | 0014036 | CMR: CASTANEDA, MAYRA | 05/05/2026 | 5/18/2026 | MAY 5TH, 2026 - PLANNING COMMISSION MEE | 125.00 | 125.00 |
| | Voucher: | | | | | | | |
| 114676 | 6/9/2026 | 0014642 | CMR: ESQUIVEL, CYNTHIA | 05/14/2026 | 5/14/2026 | 5/14/2026-PARKS COMMISSION MEETING | 75.00 | 75.00 |
| | Voucher: | | | | | | | |
| 114677 | 6/9/2026 | 00004154 | CMR: FLORES II, ALAN D. | 05/14/26 | 5/14/2026 | 5/14/2026-PARKS COMMISSION MEETING | 75.00 | 75.00 |
| | Voucher: | | | | | | | |
| 114678 | 6/9/2026 | 0013949 | CMR: OZAETA, JIMMY | 03/17/26 - 05/0 | 5/18/2026 | 03/17/26 - 04/7/26 & 05/05/26 - PLANNIN | 375.00 | 375.00 |
| | Voucher: | | | | | | | |
| 114679 | 6/9/2026 | 0013812 | CMR: PELAYO, EDGAR | 05/14/2026 | 5/14/2026 | 5/14/2026-PARKS COMMISSION MEETING | 75.00 | 75.00 |
| | Voucher: | | | | | | | |
| 114680 | 6/9/2026 | 0009967 | CMR: PRIETO, DAISY | 03/17/26 - 05/0 | 5/18/2026 | 03/17/26 - 04/7/26 & 05/05/26 - PLANNIN | 375.00 | 375.00 |
| | Voucher: | | | | | | | |
| 114681 | 6/9/2026 | 0012949 | CMR: RUIZ, LIZETTE | 03/17/26 - 05/0 | 5/18/2026 | 03/17/26 - 04/7/26 & 05/05/26 - PLANNIN | 250.00 | |
| | Voucher: | | | 05/14/2026 | 5/21/2026 | 5/14/2026-PARKS COMMISSION MEETING | 75.00 | 325.00 |
| 114682 | 6/9/2026 | 0015322 | CMR: TRUJILLO, ERIC H | 05/14/2026 | 5/14/2026 | 5/14/2026-PARKS COMMISSION MEETING | 75.00 | 75.00 |
| | Voucher: | | | | | | | |
| 114683 | 6/9/2026 | 0015102 | CMR: VALENZUELA, MARGARITA | 03/17/26 - 04/7/ | 5/18/2026 | 03/17/26 - 04/7/26 - PLANNING COMMISSION | 250.00 | 250.00 |
| | Voucher: | | | | | | | |
| 114684 | 6/9/2026 | 0011922 | CONCENTRA MEDICAL CENTERS | 90883429 | 5/6/2026 | 4/30/26-5/3/26 MEDICAL SERVICES FOR NEW | 370.00 | 370.00 |
| | Voucher: | | | | | | | |
| 114685 | 6/9/2026 | 0015342 | CORODATA SHREDDING INC. | DN 1576018 | 4/30/2026 | APRIL 2026 SHREDDING SERVICES | 55.00 | 55.00 |
| | Voucher: | | | | | | | |
| 114686 | 6/9/2026 | 0009390 | D.C. DRILLING, INC | 8832 | 5/12/2026 | 05/11/26T SAN JUAN AVE & INDEPENDENCE A | 4,200.00 | |
| | Voucher: | | | 8814 | 5/11/2026 | 05/04/26 - HILDRETH AVE & TWEEDY BLVD- L | 4,200.00 | 8,400.00 |
| 114687 | 6/9/2026 | 00001423 | DAILY JOURNAL CORPORATION | B4040095 | 5/7/2026 | PROOF OF PUBLICATION-FISCAL YEAR 2026-20 | 160.00 | |
| | Voucher: | | | B4040219 | 5/7/2026 | PROOF OF PUBLICATION LEVY & ASSESSMENT O | 235.00 | 395.00 |
| 114688 | 6/9/2026 | 00000314 | DAPEER ROSENBLIT & LITVAK LLP | 25823 | 4/30/2026 | APR 2026 MUNCIIPAL CODE COMPLIANCE & PRO | 61.80 | |
| | Voucher: | | | 25822 | 4/30/2026 | 4/30/26 PROFESSIONAL SERVICES SPECIALIZE | 721.00 | 782.80 |
| 114689 | 6/9/2026 | 00003777 | DON MILLER & SONS PLUMBING | 428687 | 1/29/2026 | PLUMBING SUPPLIES | 585.65 | |
| | Voucher: | | | 432824 | 4/29/2026 | PLUMBING SUPPLIES | 574.58 | |
| | | | | 432825 | 4/29/2026 | PLUMBING SUPPLIES | 574.58 | 1,734.81 |
| 114690 | 6/9/2026 | 0014798 | ECONOLITE CONTROL PRODUCTS,, IN | INV238489 | 4/28/2026 | SPARE TRAFFIC BUS INTERFACE UNITS | 4,845.23 | 4,845.23 |
| | Voucher: | | | | | | | |
| 114691 | 6/9/2026 | 0012309 | EMP: TANG, KENNETH | civil engineer-62 | 5/19/2026 | REIMBURSEMENT RENEWEL CALIFORNIA BOARD | 180.00 | 180.00 |
| | Voucher: | | | | | | | |
| 114692 | 6/9/2026 | 0012299 | EMP: VASQUEZ, GERARDO | FALL2025 | 5/11/2026 | 08/18/25 -12/07/2025 - EDUCATIONAL REIM | 414.00 | 414.00 |
| | Voucher: | | | | | | | |

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|---|---|---|---|---|---|---|---|---|
| 114693 | 6/9/2026 Voucher: | 0012358 | EO: GLAZE, YODIT | 2512 | 5/14/2026 | 2026-REIMBURSEMENT-CPMC REGISTRATION FEI | 1,600.00 | 1,600.00 |
| 114694 | 6/9/2026 Voucher: | 0015478 | ESQUERRAS APPRAISAL SERVICES, I | 12255 | 5/11/2026 | 8157 STATE ST -APPRAISALS FOR HOME PROJE | 550.00 | |
| | | | | 12254 | 5/9/2026 | 8439 SAN MIGUEL AVE . APPRAISALS FOR HO | 400.00 | |
| | | | | 12250 | 5/5/2026 | 10520 MONTARA AVE - APPRAISALS FOR HOME | 400.00 | 1,350.00 |
| 114695 | 6/9/2026 Voucher: | 00000619 | FALCON FUELS, INC. | 95168 | 5/5/2026 | RD 99 CLEAR DIESEL | 16,631.59 | 16,631.59 |
| 114696 | 6/9/2026 Voucher: | 0014485 | FARO TECHNOLOGIES, INC. | 91901458 | 5/6/2026 | SUBSCRIPTION - TRAFFIC | 6,191.00 | 6,191.00 |
| 114697 | 6/9/2026 Voucher: | 0013187 | FAST 5 SOUTH GATE 9, LLC | 01260 | 4/30/2026 | CAR WASH FOR POLICE DEPT. | 384.00 | 384.00 |
| 114698 | 6/9/2026 Voucher: | 0013912 | FAST DEER BUS CHARTER, INC. | 6397 | 5/15/2026 | 05/15/2026 - BUS RENTALS FOR DEPARTMENT | 1,840.00 | |
| | | | | 6277 | 5/7/2026 | BUS RENTALS FOR DEPARTMENT EXCURSIONS | 2,415.00 | |
| | | | | 6467 | 5/20/2026 | BUS RENTALS FOR DEPARTMENT EXCURSIONS | 2,300.00 | 6,555.00 |
| 114699 | 6/9/2026 Voucher: | 0005869 | FERGUSON WATERWORKS | 0075240 | 4/23/2026 | WATER WORK MATERIAL | 322.39 | |
| | | | | 0073876-1 | 4/24/2026 | INVENTORY PO/ COPPER | 6,147.95 | |
| | | | | 0075231 | 4/23/2026 | INVENTORY PO/ WATER PARTS | 958.90 | 7,429.24 |
| 114700 | 6/9/2026 Voucher: | 00003770 | FLEMING ENVIRONMENTAL INC. | 23777 | 2/18/2026 | UNDERGROUND STORAGE TANK MAINTENANCE | 1,059.15 | |
| | | | | 24095 | 4/29/2026 | UNDERGROUND STORAGE TANK MAINTENANCE | 580.00 | 1,639.15 |
| 114701 | 6/9/2026 Voucher: | 0010237 | FRONTIER COMMUNICATIONS | 562-197-05052( | 5/5/2026 | 05/05/2026 - 06/04/26 - INTERNET SERVICE | 564.25 | 564.25 |
| 114702 | 6/9/2026 Voucher: | 0010016 | GLOBAL PARATRANSIT INC. | 112526-10 | 5/8/2026 | APRIL2026-TRANSIT SERVICES FOR FIXED ROU | 57,650.88 | 57,650.88 |
| 114703 | 6/9/2026 Voucher: | 0014956 | GO2ZERO STRATEGIES, LLC | INV-20260514-( | 4/30/2026 | SOLID WASTE MANAGEMENT CONSULTING SERV | 7,040.00 | 7,040.00 |
| 114704 | 6/9/2026 Voucher: | 0013070 | GRIFFIN STRUCTURES, INC. | GSI-SGUO-56 | 1/31/2026 | JAN 26 CONSTRUCTION MANAG & INSPECTION S | 4,740.00 | 4,740.00 |
| 114705 | 6/9/2026 Voucher: | 0015501 | HAROON, YOUSUF | 000385499-HAI | 4/22/2026 | UB REFUND CST #00032970-4225 TWEEDY BLVD | 178.60 | 178.60 |
| 114706 | 6/9/2026 Voucher: | 0013348 | HARPER & ASSOCIATES, ENGINEERIN | ENG-9501 | 5/6/2026 | 5/6/26 DESIGN SERVICES FOR THE WEST SIDE | 12,404.00 | 12,404.00 |
| 114707 | 6/9/2026 Voucher: | 00000268 | HOME DEPOT CREDIT SERVICES | 8034010 | 5/8/2026 | MISC SUPPLIES | 167.37 | |
| | | | | 5373017 | 5/11/2026 | MISC SUPPLIES | 49.44 | |
| | | | | 6041597 | 5/20/2026 | MISC SUPPLIES | 660.77 | |
| | | | | 1352569 | 5/15/2026 | MISC SUPPLIES | 5.76 | |
| | | | | 1373042 | 5/15/2026 | MISC SUPPLIES | 4.95 | |
| | | | | 6364212 | 5/20/2026 | MISC SUPPLIES | 367.82 | |
| | | | | 9372969-2026 | 5/7/2026 | MISC SUPPLIES | 82.84 | |
| | | | | 372947 | 5/6/2026 | MISC SUPPLIES | 26.11 | |
| | | | | 9372960 | 5/7/2026 | MISC SUPPLIES | 169.97 | |
| | | | | 2342333 | 4/14/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 122.51 | |
| | | | | 2372941 | 5/4/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 47.33 | |
| | | | | 8372911 | 4/28/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 35.85 | |
| | | | | 4352407 | 4/22/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 103.30 | |
| | | | | 4373026 | 5/12/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 82.31 | |
| | | | | 6372922 | 4/30/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 757.27 | |
| | | | | 3352548 | 5/13/2026 | MISC SUPPLIES | 186.54 | |
| | | | | 3373031 | 5/13/2026 | MISC SUPPLIES | 411.28 | |
| | | | | 3364195 | 5/13/2026 | MISC SUPPLIES | 161.37 | |
| | | | | 4364193 | 5/12/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 84.30 | |
| | | | | 2364100 | 4/14/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 484.91 | |
| | | | | 5372894 | 4/21/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 84.34 | |
| | | | | 2372938 | 5/4/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 23.57 | |
| | | | | 2352320 | 4/14/2026 | GENERAL MAINTENANCE - MISC SUPPLIES | 27.21 | |

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|---|---|---|---|---|---|---|---|---|
| | | | | 6373069 | 5/20/2026 | MISC SUPPLIES | 88.14 | |
| | | | | 5373075 | 5/21/2026 | MISC SUPPLIES | 933.52 | |
| | | | | 6364214 | 5/20/2026 | MISC SUPPLIES | 40.79 | 5,209.57 |
| 114708 | 6/9/2026 | 00000681 | INDUSTRIAL MAINTENANCE SRV LLC | 18062 | 5/12/2026 | REPAIR TO BACKUP GENERATORS/GAS ENGINES | 1,265.00 | 1,265.00 |
| | Voucher: | | | | | | | |
| 114709 | 6/9/2026 | 00000209 | JHM SUPPLY , INC. | 118021/3 | 5/20/2026 | SMALL TOOLS | 1,903.37 | 1,903.37 |
| | Voucher: | | | | | | | |
| 114710 | 6/9/2026 | 00000430 | JOHN L. HUNTER AND ASSOCIATES,, | SG1IW12601 | 4/30/2026 | JAN 2026 INDUSTRIAL WASTE & FOG CONTROL | 9,352.75 | |
| | Voucher: | | | SG1UOR12601 | 4/30/2026 | 1/31/26 USED-OIL RECYCLING PROGRAM | 3,297.00 | |
| | | | | SG1MS412601 | 4/30/2026 | JAN 2026 NPDES PROGRAM | 7,567.50 | 20,217.25 |
| 114711 | 6/9/2026 | 0011585 | JOHNSON CONTROLS FIRE | 54025835 | 4/30/2026 | FIRE SUPPRESSION SYSTEM | 1,262.92 | 1,262.92 |
| | Voucher: | | | | | | | |
| 114712 | 6/9/2026 | 00004004 | KELLY SPICERS | 50566370 | 5/15/2026 | INVENTORY PO/ COPY PAPER | 4,786.50 | 4,786.50 |
| | Voucher: | | | | | | | |
| 114713 | 6/9/2026 | 0012763 | KIMLEY-HORN AND ASSOCIATES, IN | 35779795 | 4/30/2026 | 4/30/26 PLANNING SERVICES - ON-CALL ENVI | 14,272.50 | 14,272.50 |
| | Voucher: | | | | | | | |
| 114714 | 6/9/2026 | 0007294 | KOA CORPORATION | 00023055-16 | 2/27/2026 | JAN 2026 PROFESSIONAL ENGINEERING SERVIC | 1,065.00 | |
| | Voucher: | | | JC11148-37 | 1/14/2026 | 12/31/25 PROFESSIONAL ENGINEERING SERVIC | 3,267.11 | |
| | | | | 000023055-17 | 4/24/2026 | MARCH 2026 PROFESSIONAL ENGINEERING SERV | 8,240.00 | 12,572.11 |
| 114715 | 6/9/2026 | 0008150 | L.N. CURTIS & SONS | INV1059901 | 4/17/2026 | UNIFORM AND ACCESSORIES | 266.40 | 266.40 |
| | Voucher: | | | | | | | |
| 114716 | 6/9/2026 | 00003540 | LA COUNTY DEPT. OF PUBLIC WORK | RE-PW-260406 | 4/6/2026 | MARCH 2026 BRIDGE MAINTENANCE AT FIRESTO | 5,088.34 | 5,088.34 |
| | Voucher: | | | | | | | |
| 114717 | 6/9/2026 | 0015089 | LAIDLAW'S HARLEY-DAVISON SALES, | 144940 | 1/21/2026 | SERVICE AND REPAIRS ON PD MOTORBIKE | 1,039.02 | 1,039.02 |
| | Voucher: | | | | | | | |
| 114718 | 6/9/2026 | 0015495 | LAW OFFICES OF SHARONA, ESLAMB | garcia-settleme | 5/13/2026 | PAYMENT PER SETTLEMENT AGREEMENT | 39,000.00 | 39,000.00 |
| | Voucher: | | | | | | | |
| 114719 | 6/9/2026 | 0014756 | LIBERTY DENTAL PLAN, OF CALIFORN | MAY 2026 | 4/12/2026 | MAY 2026 : PAYMENT FOR ACTIVE EE'S - MI | 265.92 | 265.92 |
| | Voucher: | | | | | | | |
| 114720 | 6/9/2026 | 00001161 | LIFE ASSIST INC | 2086224 | 5/13/2026 | FIRST AID SUPPLIES | 70.88 | 70.88 |
| | Voucher: | | | | | | | |
| 114721 | 6/9/2026 | 0014371 | LIGHTHOUSE FOR PUBLIC SAFETY | 3898 | 5/6/2026 | ANNUAL RECURRING CHARGE - PD MOBILE APP | 2,450.00 | 2,450.00 |
| | Voucher: | | | | | | | |
| 114722 | 6/9/2026 | 00003773 | LINCOLN AQUATICS | 29596346 | 1/15/2026 | AQUATIC EQUIPMENT | 957.54 | |
| | Voucher: | | | 29609604 | 3/24/2026 | AQUATIC EQUIPMENT | 256.11 | 1,213.65 |
| 114723 | 6/9/2026 | 00000488 | LINDE GAS & EQUIPMENT INC. | 56230184 | 4/22/2026 | SPECIALTY POOL PARTS | 186.48 | 186.48 |
| | Voucher: | | | | | | | |
| 114724 | 6/9/2026 | 0013739 | MARC R. COHEN,MD, PROFFESIONAL | 2025-02 | 11/25/2025 | 12/19/25 -12/18/26 - ANNUAL RENEWAL FOR | 2,200.00 | 2,200.00 |
| | Voucher: | | | | | | | |
| 114725 | 6/9/2026 | 00004060 | MCMASTER-CARR SUPPLY CO | 64361153 | 5/4/2026 | SPECIAL HARDWARE. NO WORK ON SG PROPERT | 919.04 | 919.04 |
| | Voucher: | | | | | | | |
| 114726 | 6/9/2026 | 0015496 | MENDEZ & SANCHEZ, APC | MENDOZA-SET | 5/13/2026 | PAYMENT PER SETTLEMENT AGREEMENT ATTAC | 100,000.00 | 100,000.00 |
| | Voucher: | | | | | | | |
| 114727 | 6/9/2026 | 00003815 | MICHELSON LABORATORIES, INC | 0756027 | 4/30/2026 | TITLE 22 LAB ANALYSIS | 1,716.00 | |
| | Voucher: | | | 0756026 | 4/30/2026 | TITLE 22 LAB ANALYSIS | 1,650.00 | 3,366.00 |
| 114728 | 6/9/2026 | 00000447 | MISC - BLDG PERMITS | 258327-IRF | 5/18/2026 | REFUND REQUEST NO WORK DONE- 8688 SN ANT | 127.42 | 127.42 |
| | Voucher: | | | | | | | |
| 114729 | 6/9/2026 | 00000447 | MISC - BLDG PERMITS | 26-0558-MONT. | 4/20/2026 | REFUND PROCESS PERMIT OVERCHARGE | 70.28 | 70.28 |
| | Voucher: | | | | | | | |
| 114730 | 6/9/2026 | 00000447 | MISC - BLDG PERMITS | 257939- D & H | 5/18/2026 | REFUND REQUEST NO WORK DONE- 10249 CALIF | 60.40 | 60.40 |
| | Voucher: | | | | | | | |
| 114731 | 6/9/2026 | 00000170 | MISC - PKS & REC REFUND | 98808070-IGLE | 5/9/2026 | REFUND OF DEPOSIT AFTER EVENT | 530.00 | 530.00 |
| | Voucher: | | | | | | | |
| 114732 | 6/9/2026 | 00000170 | MISC - PKS & REC REFUND | 101464594-PTA | 5/15/2026 | REFUND OF DEPOSIT (AFTER EVENT) | 530.00 | 530.00 |

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|---|---|---|---|---|---|---|---|---|
| 114733 | Voucher: 6/9/2026 | 00000170 | MISC - PKS & REC REFUND | 97327618-ARM | 5/16/2026 | REFUND OF DEPOSIT (AFTER EVENT) | 319.00 | 319.00 |
| 114734 | Voucher: 6/9/2026 | 00000170 | MISC - PKS & REC REFUND | 104078540-PAI | 4/28/2026 | REFUND OF DEPOSIT AFTER EVENT | 177.00 | 177.00 |
| 114735 | Voucher: 6/9/2026 | 00000170 | MISC - PKS & REC REFUND | 94350335-PALC | 8/16/2025 | REFUND FOR SEPT SWIM LESSONS JACE | 81.87 | 81.87 |
| 114736 | Voucher: 6/9/2026 | 00000170 | MISC - PKS & REC REFUND | 102404212-CAS | 5/15/2026 | REFUND-MELISA CASTRO & HER GUEST CANNOT | 41.45 | 41.45 |
| 114737 | Voucher: 6/9/2026 | 00000170 | MISC - PKS & REC REFUND | 102402057-SAI | 5/7/2026 | REFUND NORMA SARTI TOOK THE OPTION OF A | 20.00 | 20.00 |
| 114738 | Voucher: 6/9/2026 | 00003458 | MISC - PUBLIC WORKS | 886264-CORDC | 5/7/2026 | APPLICATION FEES AND DEPOSIT- 6171 FLORE | 2,199.00 | 2,199.00 |
| 114739 | Voucher: 6/9/2026 | 00001939 | MITCHELL1 | M1-01132226 | 4/6/2026 | 4/6/26-4/5/26 ANNUAL ONLINE AUTOMOTIVE S | 2,028.00 | 2,028.00 |
| 114740 | Voucher: 6/9/2026 | 0011448 | MNS ENGINEERS, INC. | 93749 | 5/4/2026 | APRIL 2026 DESIGN SERVICES DEMOLITION O | 2,828.00 | 2,828.00 |
| 114741 | Voucher: 6/9/2026 | 0011725 | NEXTECH SYSTEMS, INC. | INV3874 | 2/20/2026 | 2/20/26 PURCHASE 12" SOLAR SINGLE YELLO | 3,300.01 | 3,300.01 |
| 114742 | Voucher: 6/9/2026 | 0010281 | NV5, INC. | 513260 | 4/24/2026 | 03/31/26 LACSD SLIP LINING INSPECTION | 6,975.00 | 6,975.00 |
| 114743 | Voucher: 6/9/2026 | 0010281 | NV5, INC. | 512296 | 4/17/2026 | MARCH 2026 CM AND CI FOR AMR REPLACEMEN | 1,140.00 | 1,140.00 |
| 114745 | Voucher: 6/9/2026 | 00001414 | ODP BUSINESS SOLUTIONS, LLC | 464096500001 | 4/9/2026 | OFFICE SUPPLIES | 61.62 | |
| | | | | 466137056001 | 4/14/2026 | OFFICE SUPPLIES | 283.54 | |
| | | | | 468122624001 | 4/30/2026 | OFFICE SUPPLIES | 113.80 | |
| | | | | 468122633001 | 4/30/2026 | OFFICE SUPPLIES | 56.93 | |
| | | | | 462799885001 | | CREDIT INVOICE # 462622905001 | -3,715.00 | |
| | | | | 453646183002 | 4/20/2026 | OFFICE SUPPLIES | 86.60 | |
| | | | | 465605216001 | 4/7/2026 | OFFICE SUPPLIES | 23.56 | |
| | | | | 465606540001 | 4/7/2026 | OFFICE SUPPLIES | 662.83 | |
| | | | | 466628989001 | 4/21/2026 | OFFICE SUPPLIES | 14.39 | |
| | | | | 466628991001 | 4/21/2026 | OFFICE SUPPLIES | 49.08 | |
| | | | | 466826310001 | 4/21/2026 | OFFICE SUPPLIES | 19.36 | |
| | | | | 461117790001 | 4/2/2026 | OFFICE SUPPLIES | 39.21 | |
| | | | | 461121439001 | 4/6/2026 | OFFICE SUPPLIES | 38.75 | |
| | | | | 465320066001 | 4/9/2026 | OFFICE SUPPLIES | 60.65 | |
| | | | | 463390083001 | 4/2/2026 | OFFICE SUPPLIES | 159.97 | |
| | | | | 463390962001 | 4/6/2026 | OFFICE SUPPLIES | 14.69 | |
| | | | | 465745313001 | 4/14/2026 | OFFICE SUPPLIES | 228.19 | |
| | | | | 466842024001 | 4/27/2026 | OFFICE SUPPLIES | 116.33 | |
| | | | | 459929474001 | 4/2/2026 | OFFICE SUPPLIES | 22.36 | |
| | | | | 459929508002 | 4/7/2026 | OFFICE SUPPLIES | 21.59 | |
| | | | | 465464761001 | 4/8/2026 | OFFICE SUPPLIES | 4.68 | |
| | | | | 466574407001 | 4/16/2026 | OFFICE SUPPLIES | 74.20 | |
| | | | | 464373989001 | 4/2/2026 | OFFICE SUPPLIES | 301.43 | |
| | | | | 464375254001 | 4/2/2026 | OFFICE SUPPLIES | 90.47 | |
| | | | | 464416630001 | 4/2/2026 | OFFICE SUPPLIES | 988.47 | |
| | | | | 464526950001 | 4/6/2026 | OFFICE SUPPLIES | 279.06 | |
| | | | | 464584750001 | 6/9/2026 | OFFICE SUPPLIES | 32.28 | |
| | | | | 464584751001 | 4/6/2026 | OFFICE SUPPLIES | 15.26 | |
| | | | | 464584752001 | 4/3/2026 | OFFICE SUPPLIES | 19.92 | |
| | | | | 464281297001 | 4/9/2026 | OFFICE SUPPLIES | 1,090.67 | |
| | | | | 465709268001 | 4/24/2026 | OFFICE SUPPLIES | 73.07 | |

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|---|---|---|---|---|---|---|---|---|
| | | | | 466127044001 | 4/14/2026 | OFFICE SUPPLIES | 322.49 | |
| | | | | 466127202001 | 4/15/2026 | OFFICE SUPPLIES | 28.12 | |
| | | | | 466127203001 | 4/14/2026 | OFFICE SUPPLIES | 112.51 | |
| | | | | 466127204001 | 4/15/2026 | OFFICE SUPPLIES | 30.33 | |
| | | | | 460638973001 | 4/13/2026 | OFFICE SUPPLIES | 117.51 | |
| | | | | 460620877001 | 4/9/2026 | OFFICE SUPPLIES | 148.68 | |
| | | | | 464012599001 | 4/9/2026 | OFFICE SUPPLIES | 23.80 | |
| | | | | 464005903001 | 4/2/2026 | OFFICE SUPPLIES | 23.80 | |
| | | | | 464012678001 | 4/10/2026 | OFFICE SUPPLIES | 17.00 | |
| | | | | 464012686001 | 4/13/2026 | OFFICE SUPPLIES | 28.48 | |
| | | | | 465761380001 | 4/14/2026 | OFFICE SUPPLIES | 693.16 | |
| | | | | 463216143001 | 4/30/2026 | OFFICE SUPPLIES | 183.10 | |
| | | | | 463202138001 | 4/14/2026 | OFFICE SUPPLIES | 766.30 | 3,823.24 |
| 114746 | 6/9/2026 | 0015237 | ORANGE COUNTY THERMAL, INDUSTI | INV08325 | 2/24/2026 | WELL 26 MOTOR EXHAUST THERMAL INSULATION | 8,103.77 | 8,103.77 |
| | Voucher: | | | | | | | |
| 114747 | 6/9/2026 | 0007984 | O'REILLY AUTO PARTS | 3063-271269 | 5/18/2026 | AUTO PARTS | 175.27 | |
| | Voucher: | | | 3063-270559-2( | 5/13/2026 | AUTO PARTS | 71.93 | 247.20 |
| 114748 | 6/9/2026 | 0014291 | OSCAR'S ELECTRIC, INC. | 8875 | 5/11/2026 | TO REPAIR CRITICAL WATER FACILITY EQUIPM | 850.00 | 850.00 |
| | Voucher: | | | | | | | |
| 114749 | 6/9/2026 | 0012867 | PACIFIC OFFICE AUTOMATION | AR00117987 | 2/27/2026 | 11/24/25-2/23/26 SHARP COPIER MACHINE SE | 21,710.72 | 21,710.72 |
| | Voucher: | | | | | | | |
| 114750 | 6/9/2026 | 0008095 | PD: HERNANDEZ, BRIAN | TNR 1329A | 5/13/2026 | APRIL 20- MAY 1, 2026 - POST SUPERVISOR | 180.17 | 180.17 |
| | Voucher: | | | | | | | |
| 114751 | 6/9/2026 | 0009511 | PD:PRADO FAMILY SHOOTING RANGE | 7845 | 5/10/2026 | MAY 6 2026 RANGE RENTAL FEE-SWAT TEAM TR | 360.00 | 360.00 |
| | Voucher: | | | | | | | |
| 114752 | 6/9/2026 | 0013479 | PELOTON INTERACTIVE, INC. | 24066167 | 5/1/2026 | 2026- SUBSCRIPTION RENEWAL | 528.00 | 528.00 |
| | Voucher: | | | | | | | |
| 114753 | 6/9/2026 | 0015500 | PEREZ, MARIA | 000385498-PEF | 4/22/2026 | UB REFUND CST #00052328-9602 OTIS ST | 54.69 | 54.69 |
| | Voucher: | | | | | | | |
| 114754 | 6/9/2026 | 0015301 | PERMITECH SOLUTIONS, CORPORAT | 216 | 5/11/2026 | PROFESSIONAL SERVICES FOR WIRELESS CONS | 2,450.00 | 2,450.00 |
| | Voucher: | | | | | | | |
| 114755 | 6/9/2026 | 00004713 | PETTY CASH- PARKS & REC.DEPT.- | 3/18/26 -5/05/26 | 3/18/2026 | 3/18/26 -5/05/26 PETTY CASH PARKS | 476.90 | 476.90 |
| | Voucher: | | | | | | | |
| 114756 | 6/9/2026 | 00004714 | PETTY CASH- POLICE DEPT. - | 03/09/26-05/12/ | 3/9/2026 | 03/09/26-05/12/26 - PETTY CASH PD | 450.17 | 450.17 |
| | Voucher: | | | | | | | |
| 114757 | 6/9/2026 | 0012870 | PK: BIBRIESCA DE ARELLANO, MARIE | MBSPRING042 | 4/2/2026 | 04/02/26-04/2026 - TONE IT UP CLASS | 360.00 | |
| | Voucher: | | | MBspring0426-' | 4/2/2026 | 04/05/26-04/3026-STEP AEROBICS CLASSES | 360.00 | 720.00 |
| 114758 | 6/9/2026 | 0011257 | PK: GUILMETTE, ROBERT | RGspring0426 | 4/8/2026 | 04/08/26-04/29/26 - YOGA CLASSES | 1,260.00 | 1,260.00 |
| | Voucher: | | | | | | | |
| 114759 | 6/9/2026 | 00003691 | PK: LARIOS, JUAN | JLMAY0526 | 5/18/2026 | MAY 2026- KARATE CLASSES | 594.00 | 594.00 |
| | Voucher: | | | | | | | |
| 114760 | 6/9/2026 | 0013797 | PK: MANRIQUEZ, EYVAR | EMspring0426 | 4/2/2026 | 04/02/26-04/30/26-MUAY THAI CONDITIONING | 405.00 | 405.00 |
| | Voucher: | | | | | | | |
| 114761 | 6/9/2026 | 0009213 | PK: MARTINEZ, GILBERT | 073026 | 5/6/2026 | FY26-27-SOUND TECH & DJ SERVICES-SUMMER | 1,500.00 | 1,500.00 |
| | Voucher: | | | | | | | |
| 114762 | 6/9/2026 | 0014459 | PK: RANGEL, VIOLETA ISAVEL | VRSPRING052( | 5/20/2026 | SPRING 2026 ADULT EXERCISE CLASSES | 207.90 | |
| | Voucher: | | | VRspring0426 | 4/2/2026 | 04/02/26-04/30/26-ADVANCED YOGA | 315.00 | 522.90 |
| 114763 | 6/9/2026 | 0010624 | PK: SANCHEZ, MARIBEL | MSsprings0426 | 4/4/2026 | 04/04/26-04/25/26-ZUMBA CLASS | 180.00 | 180.00 |
| | Voucher: | | | | | | | |
| 114764 | 6/9/2026 | 0013659 | PK: SANCHEZ, ROCIO | RSspring0426-1 | 4/6/2026 | 04/06/26-04/27/26-COMBO BOXING | 180.00 | |
| | Voucher: | | | RSspring0426-2 | 4/1/2026 | 04/01/26-04/29/26-STEP AEROBICS | 225.00 | |
| | | | | RSspring0426 | 4/1/2026 | 04/01/26-04/30/26-ZUMBA CLASSES | 945.00 | 1,350.00 |
| 114765 | 6/9/2026 | 0013796 | PK: YOGAWITHVANESA | VJspring0426 | 4/6/2026 | 04/06/26-04/30/26- YOGA | 360.00 | 360.00 |
| | Voucher: | | | | | | | |

| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 114766 | 6/9/2026 | 0005405 | POLLARDWATER.COM | 0310693 | 5/14/2026 | WATER PART | 1,086.23 | 1,086.23 |
| | Voucher: | | | | | | | |
| 114767 | 6/9/2026 | 0009041 | PRES TECH EQUIPMENT COMPANY | INV-001550 | 5/7/2026 | MATERIAL,PARTS AND SERVICING OF VALVE TR | 1,610.86 | 1,610.86 |
| | Voucher: | | | | | | | |
| 114768 | 6/9/2026 | 0015118 | PRINTING NEST LLC | 1010645 | 5/13/2026 | BUSINESS CARDS DOUBLE SIDED SOFT TOUCH M | 149.51 | 149.51 |
| | Voucher: | | | | | | | |
| 114769 | 6/9/2026 | 00001322 | PVP COMMUNICATIONS INC. | 138120 | 4/9/2026 | MOTOR KIT - TRAFFIC EQUIP | 1,953.63 | 1,953.63 |
| | Voucher: | | | | | | | |
| 114770 | 6/9/2026 | 0009161 | QUINTERO, JORGE | 1121 | 5/7/2026 | MARIACHI SERVICES - FATHER'S DAY PERFORM | 1,100.00 | 1,100.00 |
| | Voucher: | | | | | | | |
| 114771 | 6/9/2026 | 00003736 | R.P. LAURAIN & ASSOCIATES | 10367 | 5/12/2026 | PERFORM LAND APPRAISAL AT SG PARK AND | 17,000.00 | 17,000.00 |
| | Voucher: | | | | | | | |
| 114772 | 6/9/2026 | 0013429 | RAFTELIS | 43553 | 1/9/2026 | DEC 2025 SOUTH GATE DPW COST REDUCTION A | 3,075.00 | |
| | Voucher: | | | 45111 | 4/1/2026 | MARCH 2026 SOUTH GATE DPW COST REDUCTIO | 7,625.00 | |
| | | | | 44162 | 2/12/2026 | JAN 2026 SOUTH GATE DPW COST REDUCTION A | 6,475.00 | |
| | | | | 44667 | 3/11/2026 | FEB 2026 SOUTH GATE DPW COST REDUCTION A | 7,300.00 | 24,475.00 |
| 114773 | 6/9/2026 | 00000416 | RAPID-O-PRINT | 35995 | 5/15/2026 | CERTIFICATES OF APPRECIATION | 372.12 | 372.12 |
| | Voucher: | | | | | | | |
| 114774 | 6/9/2026 | 0012962 | REGIONAL TAP SERVICE CENTER | 6027297 | 4/30/2026 | APRIL2026- REG SV SR/DIS (20.00) | 460.80 | |
| | Voucher: | | | 6027130 | 3/31/2026 | MARCH2026- REG SV SR/DIS (20.00) | 614.40 | 1,075.20 |
| 114775 | 6/9/2026 | 0014732 | RETURN TO WORK PARTNERS INC | 30323 | 5/19/2026 | 12/25/25-5/15/26 ACCOMMODATION MEETING F | 625.00 | 625.00 |
| | Voucher: | | | | | | | |
| 114776 | 6/9/2026 | 0007637 | RSG, INC | 15494 | 4/30/2026 | APRIL 2026 - 13050 PARAMOUNT BLVD. | 2,643.75 | |
| | Voucher: | | | 15495 | 4/30/2026 | APRIL 2026 - ROPS 26-27 | 117.50 | 2,761.25 |
| 114777 | 6/9/2026 | 00000322 | SAM'S CLUB | 6553 | 5/7/2026 | MISC SUPPLIES | 252.39 | |
| | Voucher: | | | 57389058 | 4/30/2026 | MISC SUPPLIES | 41.24 | |
| | | | | 2253 | 5/18/2026 | MISC SUPPLIES | 141.79 | 435.42 |
| 114778 | 6/9/2026 | 00004829 | SCMAF | 051126SGATE- | 5/11/2026 | TOURNAMENT AND TEAM REGISTRATION | 2,679.50 | 2,679.50 |
| | Voucher: | | | | | | | |
| 114779 | 6/9/2026 | 00004830 | SCS ENGINEERS | 0573323 | 3/31/2026 | MARCH 2026 - ENVIRONMENTAL ENGINIEERING | 1,435.00 | 1,435.00 |
| | Voucher: | | | | | | | |
| 114780 | 6/9/2026 | 0010623 | SECTRAN SECURITY INC. | 26042488 | 4/30/2026 | APRIL 2026 CHANGE ORDER | 29.21 | |
| | Voucher: | | | 26050629 | 5/14/2026 | MAY 2026 SECTRAN - ARMORED TRUCK SERVICE | 633.09 | 662.30 |
| 114781 | 6/9/2026 | 0012098 | SO CAL COMPTON PIPE SUPPLY CO | 2514 | 5/5/2026 | LINE PIPE & SERVICES LINE PARTS FOR EMER | 55.38 | |
| | Voucher: | | | 2515 | 5/6/2026 | LINE PIPE & SERVICES LINE PARTS FOR EMER | 1,875.52 | 1,930.90 |
| 114782 | 6/9/2026 | 00004868 | SO CALIF REHABILITATION SVC | Q3 JAN 2026 | 2/20/2026 | Q3 JAN 26 PROVIDE S.G. RESIDENTS DISABIL | 10,408.29 | 10,408.29 |
| | Voucher: | | | | | | | |
| 114783 | 6/9/2026 | 00005096 | SOUTH COAST A.Q.M.D. | 4713174 | 4/16/2026 | JULY 2025-JUNE 2026 AQMD FEE | 172.49 | |
| | Voucher: | | | 4676303B | 4/16/2026 | FLAT FEE FOR LAST FY EMISSIONS FAILITY I | 8.55 | |
| | | | | 4713685 | 4/16/2026 | JULY 2025 - JUNE 2026 - AQMD FEE FAILITY | 172.49 | |
| | | | | 7411598 | 4/16/2026 | JULY 2025 - JUNE 2026 - AQMD FEE FAILITY | 172.49 | |
| | | | | 4711940 | 4/16/2026 | JULY 2025 - JUNE 2026 - AQMD FEE FAILITY | 172.49 | |
| | | | | 4712749 | 4/16/2026 | JULY 2025 - JUNE 2026 - AQMD FEE FAILITY | 172.49 | 871.00 |
| 114784 | 6/9/2026 | 00003152 | SOUTH GATE POLICE EXPLORERS | Q2-NOV 2025 | 5/6/2026 | JULY 1, 2025 - JUNE 30, 2026 - FY2025-20 | 3,832.22 | |
| | Voucher: | | | Q2-DEC 2025 | 5/6/2026 | ULY 1, 2025 - JUNE 30, 2026 - FY2025-202 | 1,410.00 | |
| | | | | Q3-JAN 2026 | 5/6/2026 | JULY 1, 2025 - JUNE 30, 2026 - FY2025-20 | 10,465.53 | |
| | | | | Q3-FEB 2026 | 5/6/2026 | JULY 1, 2025 - JUNE 30, 2026 - FY2025-20 | 579.45 | |
| | | | | Q3-MAR 2026 | 5/6/2026 | JULY 1, 2025 - JUNE 30, 2026 - FY2025-20 | 500.00 | |
| | | | | Q1-SEP 025 | 5/6/2026 | JULY 1, 2025 - JUNE 30, 2026 - FY2025-2 | 2,837.11 | 19,624.31 |
| 114785 | 6/9/2026 | 0011327 | SOUTHSTAR ENGINEERING & | 902 | 4/30/2026 | 4/28/26 SG ON-CALL TECH ADVISORY SUPPORT | 1,680.00 | 1,680.00 |
| | Voucher: | | | | | | | |
| 114786 | 6/9/2026 | 0008790 | STEAM X. LLC | 74948 | 2/27/2026 | GAP UTILITY TRUCK #621 NEW PRESSURE WASH | 5,027.50 | 5,027.50 |
| | Voucher: | | | | | | | |
| 114787 | 6/9/2026 | 0008771 | STETSON ENGINEERS INC. | 2948-23-005 | 5/8/2026 | 2025 URBAN WATER MANAGEMENT PLAN | 4,024.25 | 4,024.25 |

| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | Voucher: | | | | | | | |
| 114788 | 6/9/2026 | 0012514 | SWIFTCOMPLY US OPCO INC. | INV000098 | 12/31/2025 | SWIFTCOMPLY ANNUAL MAINT PROG | 2,893.80 | 2,893.80 |
| | Voucher: | | | | | | | |
| 114789 | 6/9/2026 | 0009039 | TETRA TECH INC | 52584467 | 5/7/2026 | 4/24/26 DESIGN SERVICES FOR PFAS SYSTEM | 26,061.00 | 26,061.00 |
| | Voucher: | | | | | | | |
| 114790 | 6/9/2026 | 0013584 | TRUE NORTH COMPLIANCE SERVICE | 26-04-022-1 | 5/1/2026 | APRIL 2026 - PLAN CHECK SERVICES | 4,964.79 | 4,964.79 |
| | Voucher: | | | | | | | |
| 114791 | 6/9/2026 | 0008005 | U.S. BANK-PARS ACCT#6746022500 | MAY2026 | 4/15/2026 | MAY 2026 - PARS SUPPLMNTL RETIREMNT PLAN | 5,408.37 | 5,408.37 |
| | Voucher: | | | | | | | |
| 114792 | 6/9/2026 | 0008005 | U.S. BANK-PARS ACCT#6746022500 | JUNE 2026-MO | 4/21/2026 | JUNE 2026 - M. MOSTAKHAMI: PARS - EXCES | 680.00 | |
| | Voucher: | | | JUNE 2026 - K | 4/21/2026 | JUNE 2026 - K.LOUIE : PARS - EXCESS BEN | 550.00 | 1,230.00 |
| 114793 | 6/9/2026 | 0006437 | ULINE | 207348893 | 4/28/2026 | STORAGE SUPPLIES | 2,969.37 | 2,969.37 |
| | Voucher: | | | | | | | |
| 114794 | 6/9/2026 | 0013792 | UNIFIRST CORPORATION | CSG0426 | 5/5/2026 | APRIL 2026 STAFF UNIFORMS | 397.98 | 397.98 |
| | Voucher: | | | | | | | |
| 114795 | 6/9/2026 | 0007863 | UNION PACIFIC RAILROAD COMPANY | 90159663 | 4/13/2026 | THRU DECEMBER 2025- AMAZON DISTRIBUTION | 222.11 | |
| | Voucher: | | | 90159662 | 4/13/2026 | THRU DECEMBER 2025- GARFIELD AVE COLD MI | 111.06 | 333.17 |
| 114796 | 6/9/2026 | 0012565 | UNISAN PRODUCTS LLC | 3185015 | 5/5/2026 | INVENTORY PO/ DISINFECTANT WIPES | 657.00 | 657.00 |
| | Voucher: | | | | | | | |
| 114797 | 6/9/2026 | 0005750 | UNITED INDUSTRIES | 242718 | 5/18/2026 | INVENTORY PO/ NITRILE GLOVES | 2,115.03 | 2,115.03 |
| | Voucher: | | | | | | | |
| 114798 | 6/9/2026 | 00002184 | UNITED RENTALS (NORTH AMERICA), | 262050335-001 | 5/7/2026 | FORKLIFT TRAINING / CERTIFICATION | 2,399.20 | 2,399.20 |
| | Voucher: | | | | | | | |
| 114799 | 6/9/2026 | 00004975 | US ARMOR | 52630 | 5/15/2026 | VESTS | 931.29 | 931.29 |
| | Voucher: | | | | | | | |
| 114800 | 6/9/2026 | 00003928 | US BANK TRUST N.A. | 78875700-JUNE | 6/1/2026 | JUNE 2026-COSG 2005 PENSION OBLIGATION R | 167,542.37 | 167,542.37 |
| | Voucher: | | | | | | | |
| 114801 | 6/9/2026 | 0014763 | VARIABLE SPEED SOLUTIONS INC. | BO-1014 | 2/16/2026 | REMOVE & REPL VFD DRIVE - WS BOOSTER | 21,792.96 | 21,792.96 |
| | Voucher: | | | | | | | |
| 114802 | 6/9/2026 | 0014729 | VITAL RECORDS HOLDINGS,LLC | 6356573 | 4/30/2026 | APRIL 2026 DOCUMENT STORAGE FOR FINANCE | 563.90 | 563.90 |
| | Voucher: | | | | | | | |
| 114803 | 6/9/2026 | 0014146 | W.G. ZIMMERMAN ENGINEERING INC | 26-01-947 | 2/6/2026 | JAN 2026 YEAR 2: TRAFFIC ENGINEER SUPPOR | 7,650.00 | 7,650.00 |
| | Voucher: | | | | | | | |
| 114804 | 6/9/2026 | 00004423 | WALTERS WHOLESALE ELECTRIC CO | S130371992.00 | 5/8/2026 | ELECTRICAL SUPPLIES | 867.66 | 867.66 |
| | Voucher: | | | | | | | |
| 114805 | 6/9/2026 | 0013958 | WATERWISEPRO TRAINING LLC | 1053 | 5/17/2026 | OPERATOR TRAINING | 5,000.00 | 5,000.00 |
| | Voucher: | | | | | | | |
| 114806 | 6/9/2026 | 00000032 | WEST COAST MAILERS | 12261 | 5/7/2026 | 03/12/26 - 04/13/26 - WA BILLS CYC 7 | 2,519.96 | |
| | Voucher: | | | 12263 | 5/7/2026 | 02/19/26 - 03/17/26 - WA BILLS CYC1 | 3,424.77 | |
| | | | | 12262 | 5/7/2026 | 02/26/26 - 03/25/26 - WA BILLS CYC 3 | 2,741.20 | |
| | | | | 12260 | 5/7/2026 | 03/05/26 - 04/05/26 - WA BILLS CYC 5 | 2,906.14 | |
| | | | | 12259 | 5/7/2026 | 04/01/26 - 04/30/26 - WA BILLS CYC 10 | 195.68 | 11,787.75 |
| 114807 | 6/9/2026 | 00000561 | WESTERN EXTERMINATOR COMPANY | 94631143 | 4/8/2026 | PEST CONTROL AT HOLLYDALE REGIONAL PARK | 420.00 | |
| | Voucher: | | | 94635384 | 4/30/2026 | PEST CONTROL AT HOLLYDALE REGIONAL PARK | 2,125.50 | |
| | | | | 96298790 | 5/15/2026 | ANNUAL PEST CONTROL SERVICE AGREEMENT F | 49.50 | |
| | | | | 96300220 | 5/13/2026 | ANNUAL PEST CONTROL SERVICE AGREEMENT F | 79.45 | |
| | | | | 96300219 | 5/13/2026 | ANNUAL PEST CONTROL SERVICE AGREEMENT F | 233.96 | |
| | | | | 96301865 | 5/20/2026 | PEST CONTROL AT HOLLYDALE REGIONAL PARK | 420.00 | 3,328.41 |
| 114808 | 6/9/2026 | 00001522 | WHITE CAP CONSTRUCTION SUPPLY | 50036660947 | 4/29/2026 | SPECIAL TOOLS | 249.88 | |
| | Voucher: | | | 50036618235 | 4/28/2026 | SPECIAL TOOLS | 134.37 | 384.25 |
| 114809 | 6/9/2026 | 0012301 | WHITTIER FERTILIZER COMPANY | 438771 | 5/14/2026 | SOIL MIXES,AMENDMENTS & SPECIAL SAND MIX | 897.08 | 897.08 |
| | Voucher: | | | | | | | |
| 114810 | 6/9/2026 | 00001280 | WILLDAN | 00632181 | 4/24/2026 | 04/03/26 - 3001 GLENWOOD PL- PLAN CHECK | 52.50 | |
| | Voucher: | | | 00631884 | 3/13/2026 | THRU 02/27/26 - 3001 GLENWOOD PL- PLAN C | 315.00 | |

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|---|---|---|---|---|---|---|---|---|
| | | | | 00423707 | 4/1/2026 | 02/27/26 - CM AND INSPECTION SERVICES FO | 8,488.50 | |
| | | | | 00341877B | 1/20/2026 | THRU 01/01/26 - PROJECT MANAGEMENT SUPPO | 340.00 | |
| | | | | 00423950 | 5/13/2026 | 5/1/26 CM AND INSPECTION SERVICES FOR TH | 1,337.00 | 10,533.00 |
| 114811 | 6/9/2026 | 00000062 | ZIEGLER'S HARDWARE& SUPPLY,INC | 7131-2026 | 4/13/2026 | MISC HARDWARE | 18.81 | |
| | Voucher: | | | 7252 | 5/11/2026 | MISC HARDWARE | 9.96 | |
| | | | | 7230 | 5/6/2026 | MISC HARDWARE | 19.90 | |
| | | | | 7201 | 4/29/2026 | MISC HARDWARE | 28.74 | |
| | | | | 7169 | 4/22/2026 | MISC HARDWARE | 23.01 | |
| | | | | 7165 | 4/21/2026 | MISC HARDWARE | 30.08 | |
| | | | | 7155 | 4/16/2026 | MISC HARDWARE | 15.46 | |
| | | | | 7114-2026 | 4/9/2026 | MISC HARDWARE | 12.16 | |
| | | | | 7163 | 4/21/2026 | MISC HARDWARE | 45.35 | |
| | | | | 7133 | 4/13/2026 | MISC HARDWARE | 44.28 | |
| | | | | 7220 | 5/5/2026 | MISC HARDWARE | 93.00 | |
| | | | | 7196 | 4/28/2026 | MISC HARDWARE | 6.61 | |
| | | | | 7234 | 5/6/2026 | MISC HARDWARE | 19.89 | |
| | | | | 7128-2026 | 4/13/2026 | MISC HARDWARE | 43.16 | 410.41 |
| 823440 | 5/14/2026 | 00001186 | EMPLOYMENT DEVELOPMENT DEPT | L1293559344 | 5/5/2026 | 01/01/26 -03/31/26 PAYMENT FOR UNEMPLOYM | 3,002.00 | 3,002.00 |
| | Voucher: | | | | | | | |
| | | | | | | **Sub total for BANK OF THE WEST:** | | 1,146,267.39 |
| | | | | | | **Grand Total All Checks & Wires:** | | 1,146,267.39 |

**163 checks & 2 wire in this report.**

# WARRANT REGISTER FOR COUNCIL MEETING 06/09/2026

PART V

apChkLst
06/01/2026 5:15:12PM

Final Check List
CITY OF SOUTH GATE



**Bank : botw BANK OF THE WEST**

| Check # | Date | Vendor | | Invoice | Inv Date | Description | Amount Paid | Check Total |
|---|---|---|---|---|---|---|---|---|
| 3133 | 5/21/2026 | 00004836 | SEIU LOCAL 721 CTW CLC-2 | Ben385431 | 5/21/2026 | SEIU DUES: PAYMENT | 2,974.59 | 2,974.59 |
| | Voucher: | | | | | | | |
| 3134 | 5/21/2026 | 00002370 | INTERNAL REVENUE SERVI( | Ben385433 | 5/21/2026 | MEDICARE: PAYMENT | 177,964.64 | 177,964.64 |
| | Voucher: | | | | | | | |
| 3135 | 5/21/2026 | 00000343 | PUBLIC EMPLOYEES RETIRI | Ben385435 | 5/21/2026 | REDEPOSIT/WITHDRAWN CONT | 289,816.11 | 289,816.11 |
| | Voucher: | | | | | | | |
| 3136 | 5/21/2026 | 00001186 | EMPLOYMENT DEVELOPME | Ben385437 | 5/21/2026 | SDI: PAYMENT | 66,499.18 | 66,499.18 |
| | Voucher: | | | | | | | |
| 3137 | 5/21/2026 | 00000004 | NATIONWIDE RETIREMENT : | Ben385439 | 5/21/2026 | DEF COMP NATIONWIDE: PAYME | 60,239.93 | 60,239.93 |
| | Voucher: | | | | | | | |
| 3138 | 5/21/2026 | 00004996 | SEIU-COPE LOCAL 721, LA/C | Ben385441 | 5/21/2026 | SEIU- COPE LOCAL 721 DEDUCT | 133.01 | 133.01 |
| | Voucher: | | | | | | | |
| 3139 | 5/21/2026 | 00004988 | CHILD SUPPORT ON-LINE, S | Ben385443 | 5/21/2026 | CHILD SUPPORT-ONLINE: PAYMI | 340.13 | 340.13 |
| | Voucher: | | | | | | | |

**Sub total for BANK OF THE WEST:** 597,967.59

**7 checks in this report.**

**Grand Total All Checks:** 597,967.59

# WARRANT REGISTER SUMMARY
## CITY COUNCIL MEETING OF 06/09/2026

| | | |
|---|---|---|
| TOTAL PART I - PAYROLL- RELATED CHECKS | | 2,165.17 |
| TOTAL PART II - PREPAID CHECKS 5/20/26 | | 221,010.78 |
| TOTAL PART III - PREPAID CHECKS 5/27/26 | | 142,548.16 |
| TOTAL PART IV -ACCOUNTS PAYABLE CHECKS & WIRE TRANSFERS | | 1,146,267.39 |
| TOTAL PART V -PAYROLL- RELATED WIRE TRANSFERS | | 597,967.59 |
| | SUB - TOTAL | 2,109,959.09 |
| LESS: VOIDS | | |
| LESS: EMPLOYEE PAYROLL DEDUCTIONS | | (404,534.29) |
| | GRAND TOTAL | 1,705,424.80 |

# SOUTH GATE CITY COUNCIL
# WARRANT APPROVAL AND CANCELLATION

Warrant Number **114639** to Warrant Number **114811** inclusive, plus WireTransfers and EFTs totaling **$1,705,424.80** as listed on the accompanying Accounts Payable Warrant Register of **June 9, 2026** are approved as presented, with the exception of the following voided and replacement warrants:

| Voided Check Number | Vendor | Check Date | Amount | Reason for Void or Replacement |
|---|---|---|---|---|
| | | | | |
| | | | | |
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| | | | | |
| | | | | |
| | | | | |
| | TOTAL OF VOIDED CHECKS | | $ - | |
| | | | | |
| original ck # | REPLACEMENT CHECKS | | | |
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| | | | | |
| | | | | |
| | * TOTAL OF REPLACEMENT CHECKS | | $0.00 | |

* Replacement checks reported in previous warrant registers have no impact to the grand total.

Rick Taylor 6/3/2026

ACCOUNTING AND FINANCE MANAGER

DIRECTOR OF ADMINISTRATIVE SERVICES

Pursuant to action of the City Council on June 09, **2026** at a regular or adjourned meeting, the City Treasurer was ordered to pay and/or cancel the above warrants, wire transfers & ETFs, as approved.