CITY OF LOS ALAMITOS
Council Chamber
3191 Katella Ave., Los Alamitos CA 90720

CITY COUNCIL AGENDA
REGULAR MEETING

Monday, December 15, 2025 – 6:00 PM

NOTICE TO THE PUBLIC – This Agenda contains a brief general description of each item to be considered. Except as provided by law, action or discussion shall not be taken on any item not appearing on the agenda. Supporting documents, including staff reports, are available for review at City Hall in the City Clerk's Office or on the City's website at www.cityoflosalamitos.org once the agenda has been publicly posted.

Each matter on the agenda, no matter how described, shall be deemed to include any appropriate motion, whether to adopt a minute motion, resolution, payment of any bill, approval of any matter or action, or any other action. Items listed as "for information" or "for discussion" may also be the subject of an "action" taken by the City Council at the same meeting.

Agenda-related documents provided to a majority of the City Council after distribution of the City Council agenda packet (GC §54957.5) will be made available for public inspection at the meeting. Such documents will also be available at the City Clerk's office, 3191 Katella Ave., Los Alamitos, CA 90720.

In compliance with the Americans with Disabilities Act, Assistive Listening headphones are available and can be checked out from the City Clerk. If you need special assistance to participate in this meeting, please contact the City Clerk at (562) 431-3538, ext. 220. Notification at least 42 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting. [28 CFR 35.102.35.104 ADA Title II]. Language translation services are available for this meeting by calling the City Clerk's Office least 42 hours in advance

If you are unable to attend this meeting in person, you may submit comments on any agenda item or on any item not on the agenda by email to cityclerk@cityoflosalamitos.org with the subject line "COUNCIL PUBLIC COMMENT". Comments received by 3:00 p.m. the day of the meeting will be compiled, provided to the City Council, and made available to the public before the start of the meeting. Staff will not read email comments at the meeting. You may also view the meeting live on local cable channel 3.

If, as an attendee, or a participant at this meeting, you will need special assistance beyond what is normally provided, please contact the City Clerk's Office at (562) 431-3538, extension 220, at least 48 hours prior to the meeting so that reasonable arrangements may be made.

1. CALL TO ORDER

2. ROLL CALL
Mayor Hasselbrink
Mayor Pro Tem Doby
Council Member Hibard
Council Member Loe
Council Member Nefulda

3. PLEDGE OF ALLEGIANCE
Council Member Loe will lead the Pledge of Allegiance.

4. INVOCATION
Council Member Nefulda will give the Invocation.

5. PRESENTATIONS

A. Presentations to Mayor Shelley Hasselbrink from Outside Agencies for Service as Mayor in 2025

B. Legislative Update Provided by Orange County Supervisor Janet Nguyen

6. ORAL COMMUNICATIONS

At this time, any individual in the audience may come forward to speak on any item within the subject matter jurisdiction of the City Council. Remarks are to be limited to not more than five minutes per speaker.

7. UPDATES FROM THE MAYOR

At this time, the Mayor may report on items not specifically described on the Agenda that are of interest to the community, provided no action or discussion is taken.

8. UPDATES FROM THE CITY STAFF

At this time, City Staff may also report on items not specifically described on the Agenda that are of interest to the community, provided no action or discussion is taken except to provide direction to Staff to place an item on a future agenda.

9. WARRANTS

A. Warrants (Finance)

The attached Warrant Register contains checks and electronic funds transfers for the period from November 1, 2025, to November 30, 2025.

Recommendation: Ratify the Warrants from November 1, 2025, to November 30, 2025, for $2,230,182.05.

ROLL CALL
Mayor Hasselbrink
Mayor Pro Tem Doby
Council Member Hibard
Council Member Loe
Council Member Nefulda

10. CONSENT CALENDAR

All Consent Calendar items may be acted upon by one motion unless a Council Member requests separate action on a specific item.

A. Annual Comprehensive Financial Report for June 30, 2025 (Finance)

The fiscal year 2024-25 audit reports are presented for the Council's receipt and consideration.

Recommendation: Receive and file the fiscal year 2024-25 audit reports.

B. Ordinance No. 2025-13 - State Mandated Update to Accessory Dwelling Unit (ADU) Regulations (ZOA 25-04)

Consideration of a Planning Commission resolution recommending that the City Council adopt Ordinance No. 2025-13 to amend and restate Section 17.28.020 of the Los Alamitos Municipal Code concerning the regulation of Accessory Dwelling Units (ZOA 25-04). The City Council introduced Ordinance No. 2025-13, at its Regular Meeting on November 17, 2025.

Recommendation: Adopt Ordinance No. 2025-13, entitled, "AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, AMENDING AND RESTATING SECTION 17.28.020 OF THE LOS ALAMITOS MUNICIPAL CODE CONCERNING THE REGULATION OF ACCESSORY DWELLING UNITS (ZOA 25-04)."

C. Resolution No. 2025-39 - Beverage Container Recycling City/County Payment Program FY 2025-26 (Development Services)

This item requests Council approval of a resolution authorizing the City's participation in the Fiscal Year (FY) 2025–2026 CalRecycle Beverage Container Recycling C ity/County Payment Program, which supports statewide efforts to achieve and maintain high recycling rates.

Recommendation:

1. Adopt Resolution No. 2025-39, entitled, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, APPROVING THE CITY'S PARTICIPATION IN CALRECYCLE'S BEVERAGE CONTAINER RECYCLING CITY/COUNTY PROGRAM TO SUPPORT THE ACHIEVEMENT AND MAINTENANCE OF HIGH RECYCLING RATES"; and,

2. Authorize the City Manager to execute all Beverage Container Recycling Program documents concerning beverage container recycling program funds distribution for FY 2025-26.

D. **Resolution No. 2025-42- Workers Compensation for Volunteers (Administration)**
This report outlines and seeks consideration to approve Resolution No. 2025-42 to clarify volunteers as employees for the purpose of workers' compensation coverage.

Recommendation: Adopt Resolution No. 2025-42, entitled, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, DECLARING ALL VOLUNTEERS TO BE EMPLOYEES FOR THE PURPOSE OF WORKERS' COMPENSATION AND INSURANCE LAW".

11. SPECIAL ORDERS OF THE DAY

A. **Comments by Outgoing Mayor Shelley Hasselbrink**

B. **Presentation to Mayor Shelley Hasselbrink from the City for her Tenure as Mayor**

C. **City Council Reorganization (Administration)**
This report provides relevant information for the City Council's annual reorganization, by the election of Mayor and Mayor Pro Tem. The City's Charter requires roll call votes be taken for the election of these two Officers.

Recommendation: Elect Officers for the position of Mayor and Mayor Pro Tem by roll call vote.

D. **City Council Member Appointments/Reappointments as Representatives to other Agencies and City Committees for 2026 (Administration)**
This report provides relevant information for the City Council's annual appointments/reappointments of Council Members as representatives to other Agencies.

Recommendation:

1. Nominate and vote for appointments/reappointments regarding the Representatives to Other Agencies; and,

2. Nominate and vote for appointment to the City's Standing Committees; and,

3. Adopt Resolution No. 2025-40, entitled, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, DESIGNATING AND APPOINTING ITS

REPRESENTATIVE TO THE ORANGE COUNTY FIRE AUTHORITY'S BOARD OF DIRECTORS"; and,

4. Authorize the City Clerk to complete California Form 806, Agency Report of: Public Official Appointments and post on the City's website.

12. COUNCIL ANNOUNCEMENTS

At this time, Council Members may also report on items not specifically described on the Agenda that are of interest to the community, provided no action or discussion is taken except to provide Staff direction to report back or to place the item on a future Agenda.

13. ADJOURNMENT

I hereby certify under penalty of perjury under the laws of the State of California, that the foregoing Agenda was posted at the Los Alamitos City Hall, 3191 Katella Ave. and online at www.cityoflosalamitos.org not less than 72 hours prior to the meeting.

Windmera Quintanar, MMC, City Clerk
Dated: December 11, 2025

City of Los Alamitos
CITY COUNCIL AGENDA REPORT

MEETING DATE: December 15, 2025 **ITEM NUMBER: 9A**

To:	**Mayor Shelley Hasselbrink & Members of the City Council**
Presented By:	**Craig Koehler, Director of Finance**
Subject:	**Warrants**

SUMMARY

The attached Warrant Register contains checks and electronic funds transfers for the period from November 1, 2025, to November 30, 2025.

RECOMMENDATION

Ratify the Warrants from November 1, 2025, to November 30, 2025, for $2,230,182.05.

BACKGROUND

The expenditures noted within this Warrant Register conform to the budget approved by the Council.

DISCUSSION

The Director of Finance certifies the accuracy of the attached register and the availability of monies for payment thereof.

FISCAL IMPACT

The total of $2,230,182.05 represents checks and electronic funds transfers from November 1, 2025, to November 30, 2025.

Attachment: 1. Council Report - 12.15.2025

CITY OF LOS ALAMITOS
A/P Warrants
December 15, 2025

To Ratify

Pages:				
1-14	$	1,206,968.33	Warrants	11/01/2025-11/30/2025
15	$	8,681.54	Medical Retirees	11/01/2025
16	$	463,795.49	Earnings & Employer Taxes	11/07/2025
17	$	83,187.47	Employer Benefits	11/07/2025
18	$	386,322.06	Earnings & Employer Taxes	11/21/2025
19	$	81,227.16	Employer Benefits	11/21/2025
Grand Total	$	2,230,182.05		

The attached Warrant Register containing checks and electronic funds transfers for the period from November 01, 2025 to November 30, 2025, is being presented for ratification by the City Council. The expenditures noted within this Warrant Register conform to the budget approved by the City Council. The Director of Finance certifies to the accuracy of the attached register and to the availability of monies for payment thereof.

Statement:

I hereby certify that the claims or demands covered by the forgoing listed warrants have been audited as to accuracy and availability of funds for payment thereof.

Certified by Craig Koehler, Finance Director/City Treasurer

Craig Koehler

this 1st day of December, 2025

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
AGILE OCCUPATIONAL MEDICINE PC	PRE-EMPLOYMENT PHYSICAL	GENERAL FUND	NON-DEPARTMENTAL	1,510.00
			TOTAL:	1,510.00
ALL CITY MANAGEMENT SERVICES	CROSS GUARDS 07/06-07/19	GENERAL FUND	TRAFFIC	3,628.80
	CROSS GUARDS 08/17-08/30	GENERAL FUND	TRAFFIC	7,631.75
	CROSS GUARDS 08/31-09/13	GENERAL FUND	TRAFFIC	6,850.51
			TOTAL:	18,111.06
ANGELINA'S FAMOUS PIZZA	PINE STREATS GRANT REIMBUR	GENERAL FUND	ECONOMIC DEVELOPMENT	5,000.00
			TOTAL:	5,000.00
ANIMAL PEST MANAGEMENT SERVICES	GOPHER CTRL AT PARKS 10/25	GENERAL FUND	PARK MAINTENANCE	490.00
			TOTAL:	490.00
BADGE FRAME, INC.	SMITH NAME PLATE 09/25	GENERAL FUND	POLICE ADMINISTRATION	32.00
	SAIZ NAME PLATE 09/25	GENERAL FUND	POLICE ADMINISTRATION	32.00
			TOTAL:	64.00
BASE HILL INC	JANITORIAL SVCS 10/25	GENERAL FUND	BUILDING MAINTENANCE	5,809.99
			TOTAL:	5,809.99
BEAR ELECTRICAL SOLUTIONS LLC	TRAFFIC SIGNAL SVCS 07/25	GENERAL FUND	STREET MAINTENANCE	1,415.00
			TOTAL:	1,415.00
BLUE 360 MEDIA, LLC	CA PENAL CODE BOOKS 2026	GENERAL FUND	PATROL	182.28
	CA VEH CODE BOOKS 2026	GENERAL FUND	PATROL	145.39
			TOTAL:	327.67
BUBBLE ROLLERS AND EMERALD EVENTS	WW ICE SKATING RINK	GENERAL FUND	NON-DEPARTMENTAL	18,000.00
			TOTAL:	18,000.00
BUTTER & CREAM	PINE STREATS GRANT REIMBUR	GENERAL FUND	ECONOMIC DEVELOPMENT	2,876.86
			TOTAL:	2,876.86
CALIFORNIA FORENSIC PHLEBOTOMY, INC.	BLOOD DRAWS 09/25	GENERAL FUND	PATROL	1,250.62
			TOTAL:	1,250.62
CALIRICA LLC	CONSULTING SVCS 10/25	GENERAL FUND	ADMINISTRATION	3,000.00
			TOTAL:	3,000.00
CALPERS	25/26 PERS UAL PYMT 5	GENERAL FUND	ADMINISTRATION	18,665.66
	25/26 PERS UAL PYMT 5	GENERAL FUND	FINANCE	6,489.73
	25/26 PERS UAL PYMT 5	GENERAL FUND	PATROL	22,181.68
	25/26 PERS UAL PYMT 5	GENERAL FUND	INVESTIGATION	85,780.64
	25/26 PERS UAL PYMT 5	GENERAL FUND	RECORDS	12,813.34
	25/26 PERS UAL PYMT 5	GENERAL FUND	YOUTH SERVICES	2,640.43
	25/26 PERS UAL PYMT 5	GENERAL FUND	TRAFFIC	3,656.54
	25/26 PERS UAL PYMT 5	GENERAL FUND	K-9 UNIT	3,319.34
	25/26 PERS UAL PYMT 5	GENERAL FUND	COMMUNITY DEVEL ADMIN	3,656.70
	25/26 PERS UAL PYMT 5	GENERAL FUND	COMMUNITY DEVEL ADMIN	15,093.38
	25/26 PERS UAL PYMT 5	GENERAL FUND	PLANNING	2,608.56
	25/26 PERS UAL PYMT 5	GENERAL FUND	NEIGHBORHOOD PRESERVAT	1,896.73
	25/26 PERS UAL PYMT 5	GENERAL FUND	STREET MAINTENANCE	7,156.86
	25/26 PERS UAL PYMT 5	GENERAL FUND	ECONOMIC DEVELOPMENT	363.42
	25/26 PERS UAL PYMT 5	GENERAL FUND	RECREATION ADMINISTRAT	21,116.15
			TOTAL:	207,439.16

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
CARRI FOX	LINE DANCE DROP IN 10/15/2	GENERAL FUND	SPECIAL CLASSES	37.80
	LINE DANCE DROP IN 10/29/2	GENERAL FUND	SPECIAL CLASSES	29.40
			TOTAL:	67.20
CHALLENGER SPORTS CORP	TINY TYKES 09/07-10/26	GENERAL FUND	SPECIAL CLASSES	627.25
			TOTAL:	627.25
CHARTER COMMUNICATIONS	FIBER INTERNET 10/25	GENERAL FUND	NON-DEPARTMENTAL	1,734.00
	CITY PHONE LINES 10/25	GENERAL FUND	NON-DEPARTMENTAL	474.68
			TOTAL:	2,208.68
CITY OF LONG BEACH	Q1 ANIMAL CTRL SVCS	GENERAL FUND	NEIGHBORHOOD PRESERVAT	41,631.68
			TOTAL:	41,631.68
CLINICAL COUNSELING WITH TSELANE	SOUND BATH 10/24/25	GENERAL FUND	SPECIAL CLASSES	40.95
			TOTAL:	40.95
COUNTY OF ORANGE TREASURER-TAX	AFIS 08/25	GENERAL FUND	COMMUNICATIONS TECHNOL	358.00
	OCATS 08/25	GENERAL FUND	COMMUNICATIONS TECHNOL	1,273.33
	AFIS 09/25	GENERAL FUND	COMMUNICATIONS TECHNOL	358.00
	TDML WATER STUDY FY25/26	GENERAL FUND	NPDES	1,234.13
			TOTAL:	3,223.46
DAILY JOURNAL CORPORATION	PL COMMISSION NOTICE 10/25	GENERAL FUND	PLANNING	151.25
	CIP 24/25-08 BID NOTICE	GENERAL FUND	CAPITAL PROJECTS	470.50
			TOTAL:	621.75
DANIELS TIRE SERVICE	CE 2 TIRE SVCS 08/29/25	GARAGE FUND	GARAGE	447.96
			TOTAL:	447.96
DIGITAL SCEPTER CORPORATION	PREVENTION SOFTWARE 11/25	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	4,672.45
			TOTAL:	4,672.45
DOG WASTE DEPOT	DOG PARK WATER FOUNTAIN	GENERAL FUND	PARK MAINTENANCE	4,307.85
			TOTAL:	4,307.85
ECOFERT, INC.	FERTIGATION SVCS 08/25	GENERAL FUND	PARK MAINTENANCE	921.00
	FERTIGATION SVCS 10/25	GENERAL FUND	PARK MAINTENANCE	1,000.00
			TOTAL:	1,921.00
ELITE MAINTENANCE & TREE SERVICE	LANDSCAPE SVCS 10/25	GENERAL FUND	STREET MAINTENANCE	11,462.35
			TOTAL:	11,462.35
EMPLOYMENT DEVELOPMENT DEPT.	UNEMPLOYMENT INS Q3	SELF INSURANCE TRU	INSURANCE	4,565.48
			TOTAL:	4,565.48
EWING	IRRIGATION STREET SUPPLIES	GENERAL FUND	BUILDING MAINTENANCE	512.06
			TOTAL:	512.06
FACILITRON INC	AQUATICS PRGM POOL RENTAL	GENERAL FUND	AQUATICS	7,648.58
			TOTAL:	7,648.58
FRONTIER COMMUNICATIONS	JAIL ALARM 10/25	GENERAL FUND	PATROL	384.74
			TOTAL:	384.74
GALLS LLC	POLICE AIDE UNIFORMS	GENERAL FUND	RECORDS	191.81

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	POLICE AIDE UNIFORMS	GENERAL FUND	TRAFFIC	209.93
	POLICE AIDE UNIFORMS	GENERAL FUND	TRAFFIC	109.35
	POLICE AIDE UNIFORMS	GENERAL FUND	TRAFFIC	287.34
	POLICE AIDE UNIFORMS	GENERAL FUND	TRAFFIC	236.81
	POLICE AIDE UNIFORMS	GENERAL FUND	TRAFFIC	46.15
			TOTAL:	1,081.39
GANAHL LUMBER COMPANY	POWER WASHER SUPPLIES 10/2	GENERAL FUND	STREET MAINTENANCE	242.32
	PAINT SUPPLIES 10/16/25	GENERAL FUND	PARK MAINTENANCE	100.68
	PAINT SUPPLIES 10/16/25	GENERAL FUND	PARK MAINTENANCE	1,782.87
	BLDG MAINT SUPPLIES 10/16/	GENERAL FUND	BUILDING MAINTENANCE	47.22
			TOTAL:	2,173.09
GEORGE HILLS COMPANY, INC.	LIABILITY SVC FEE 11/25	SELF INSURANCE TRU	INSURANCE	1,531.25
			TOTAL:	1,531.25
GOLDEN STATE WATER COMPANY	WATER BILL 11/25	GENERAL FUND	STREET MAINTENANCE	3,123.56
	WATER BILL 11/25	GENERAL FUND	STREET MAINTENANCE	3,075.82
	WATER BILL 11/25	GENERAL FUND	PARK MAINTENANCE	6,305.56
	WATER BILL 11/25	GENERAL FUND	PARK MAINTENANCE	762.60
	WATER BILL 11/25	GENERAL FUND	BUILDING MAINTENANCE	373.75
			TOTAL:	13,641.29
GRACE BALINT	DINE & DOUGH ENTERTAINMENT	GENERAL FUND	NON-DEPARTMENTAL	120.00
			TOTAL:	120.00
GREAT AMERICA FINANCIAL SERVICES	PRINTER LEASE PYMT 11/25	GENERAL FUND	NON-DEPARTMENTAL	2,267.28
			TOTAL:	2,267.28
HDL COREN & CONE	PROP TAX SVCS 10/25-12/25	GENERAL FUND	FINANCE	1,685.88
			TOTAL:	1,685.88
HI-WAY SAFETY, INC.	STREET SWEEP SIGNS 10/25	GENERAL FUND	STREET MAINTENANCE	242.42
	TRAFFIC SAFETY SIGNS	GENERAL FUND	CAPITAL PROJECTS	14,412.47
			TOTAL:	14,654.89
HIRSCH & ASSOCIATES, INC.	SOROPOTIMIST PARK PB#6	GENERAL FUND	CAPITAL PROJECTS	1,125.00
			TOTAL:	1,125.00
HISPANIC ARBORIST ASSOCIATION	PW ARBORIST TRAINING	GENERAL FUND	STREET MAINTENANCE	3,850.00
			TOTAL:	3,850.00
HOMECOURT EDGE BASKETBALL LLC	HCE DROP IN 10/12/25	GENERAL FUND	SPECIAL CLASSES	16.00
	HCE DROP IN 10/09/25	GENERAL FUND	SPECIAL CLASSES	80.00
	HCE DROP IN 10/14/25	GENERAL FUND	SPECIAL CLASSES	32.00
	HCE DROP IN 10/16/25	GENERAL FUND	SPECIAL CLASSES	80.00
	HCE DROP IN 10/26/25	GENERAL FUND	SPECIAL CLASSES	16.00
	HCE DROP IN 10/23/25	GENERAL FUND	SPECIAL CLASSES	112.00
	HCE DROP IN 10/28/25	GENERAL FUND	SPECIAL CLASSES	32.00
	HCE DROP IN 10/05-10/26	GENERAL FUND	SPECIAL CLASSES	160.00
	HCE DROP IN 10/02-10/30	GENERAL FUND	SPECIAL CLASSES	128.00
	HCE DROP IN 10/02-10/30	GENERAL FUND	SPECIAL CLASSES	176.80
	HCE DROP IN 10/02-10/30	GENERAL FUND	SPECIAL CLASSES	344.00
	HCE DROP IN 10/02-10/30	GENERAL FUND	SPECIAL CLASSES	1,276.50
	HCE DROP IN 10/07-10/28	GENERAL FUND	SPECIAL CLASSES	84.00
	HCE DROP IN 10/05-10/26	GENERAL FUND	SPECIAL CLASSES	84.00

VENDOR NAME		DESCRIPTION	FUND	DEPARTMENT	AMOUNT
				TOTAL:	2,621.30
INTERCARE HOLDING INSURANCE SERVICES		ADMIN FLAT FEE 11/25	SELF INSURANCE TRU	INSURANCE	1,241.79
				TOTAL:	1,241.79
KIDZ TALENT ACADEMY		YOUTH GYM & TUMBLING	GENERAL FUND	SPECIAL CLASSES	196.95
		KIDDIE GYM & TUMBLING	GENERAL FUND	SPECIAL CLASSES	443.95
				TOTAL:	640.90
KINETIC PERSONNEL GROUP		AP SPECIALIST SVCS 10/25	GENERAL FUND	FINANCE	1,333.00
		AP SPECIALIST SVCS 10/25	GENERAL FUND	FINANCE	1,376.00
		AP SPECIALIST SVCS 11/25	GENERAL FUND	FINANCE	1,247.00
		AP SPECIALIST SVCS 11/25	GENERAL FUND	FINANCE	1,032.00
				TOTAL:	4,988.00
KIWANIS CLUB OF LOS ALAMITOS		KIWANIS MEMBERSHIP FY25/26	GENERAL FUND	RECREATION ADMINISTRAT	280.00
				TOTAL:	280.00
KRONOS SASHR INC		PAYROLL UKG SVCS 10/25	GENERAL FUND	FINANCE	3,635.17
		PAYROLL SVC FEE 10/25	GENERAL FUND	FINANCE	57.25
				TOTAL:	3,692.42
LA HERRADURA MOBIL DETAIL		PD CAR WASHES 10/20/25	GARAGE FUND	GARAGE	225.00
		PW CAR WASHES 10/20/25	GARAGE FUND	GARAGE	135.00
		REC CAR WASHES 10/20/25	GARAGE FUND	GARAGE	135.00
		PD CAR WASHES 10/27/25	GARAGE FUND	GARAGE	565.00
		REC CAR WASHES 10/27/25	GARAGE FUND	GARAGE	90.00
		PD CAR WASHES 11/03/25	GARAGE FUND	GARAGE	580.00
		PW CAR WASHES 11/03/25	GARAGE FUND	GARAGE	225.00
		REC CAR WASHES 11/03/25	GARAGE FUND	GARAGE	90.00
				TOTAL:	2,045.00
LOS ALAMITOS LOCK SERVICE		CITY REKEY PROJECT 09/25	GENERAL FUND	BUILDING MAINTENANCE	12,175.93
				TOTAL:	12,175.93
LOS ALAMITOS SENIOR CLUB		INSURANCE REIMBURSE 09/25	GENERAL FUND	ADMINISTRATION	2,085.54
				TOTAL:	2,085.54
M&N COASTLINE AUTO & TIRE SERVICE		PD 48-3 VEHICLE SVCS 10/25	GARAGE FUND	GARAGE	420.11
				TOTAL:	420.11
MARJANI BUILDINGS, INC.		CIP 24/25-02 RETENTION #4	GENERAL FUND	NON-DEPARTMENTAL	14,244.36-
		CIP 24/25-02 PAY APP #4	GENERAL FUND	CAPITAL PROJECTS	284,887.17
				TOTAL:	270,642.81
MISC. VENDOR	ADELA MAXIMO	ADELA MAXIMO: FACILITY DEP	GENERAL FUND	NON-DEPARTMENTAL	20.00
	CRAIG & SHARI VERNER	CRAIG & SHARI VERNER: REFU	GENERAL FUND	NON-DEPARTMENTAL	350.00
	STEVEN G. WILLIAMS	STEVEN G. WILLIAMS: REFUND	GENERAL FUND	NON-DEPARTMENTAL	325.00
	A DELGADO	A DELGADO: TRAINING REIMBU	GENERAL FUND	PATROL	206.90
	N SAIZ	N SAIZ: TRAVEL REIMBURSE	GENERAL FUND	COMMUNITY OUTREACH	137.20
				TOTAL:	1,039.10
MOLLY H. KNOX		FITNESS WITH MOLLY 10/25	GENERAL FUND	NON-DEPARTMENTAL	440.00

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
			TOTAL:	440.00
MV CHENG ASSOCIATES, INC.	HR CONSULTANT 10/25	GENERAL FUND	ADMINISTRATION	4,620.00
	HR CONSULTANT 09/25	GENERAL FUND	ADMINISTRATION	5,700.00
	ACCT CONSULT SVCS 10/25 L	GENERAL FUND	FINANCE	5,890.00
			TOTAL:	16,210.00
NEWPORT EXTERMINATING	CC PEST CONTROL 10/25	GENERAL FUND	BUILDING MAINTENANCE	75.00
			TOTAL:	75.00
NORM'S AUTO COLLISION CENTER, INC.	PD 48-2 VEHICLE SVCS 10/2	GARAGE FUND	GARAGE	5,719.03
			TOTAL:	5,719.03
OPEN SKY PRODUCTIONS LLC	LOS AL DRONE SHOW DEPOSIT	GENERAL FUND	ECONOMIC DEVELOPMENT	7,650.00
			TOTAL:	7,650.00
OPENGOV, INC.	OPENGOV SVCS FY25/26	GENERAL FUND	NON-DEPARTMENTAL	3,472.88
			TOTAL:	3,472.88
ORANGE COUNTY SANITATION DISTRICT	OCSD UUT REIMBURSEMENT	GENERAL FUND	NON-DEPARTMENTAL	1,399.68
			TOTAL:	1,399.68
ORANGE COUNTY TREASURER-TAX COLLECTOR	PARKING VIOLATIONS 08/25	GENERAL FUND	NON-DEPARTMENTAL	2,486.00
	PARKING VIOLATIONS 09/25	GENERAL FUND	NON-DEPARTMENTAL	2,211.00
			TOTAL:	4,697.00
PACIFIC ORGANIC POPS	PINE STREATS GRANT REIMBUR	GENERAL FUND	ECONOMIC DEVELOPMENT	2,195.02
			TOTAL:	2,195.02
PORTAL LANGUAGES - LONG BEACH	PRESCHOOL SPANISH 09/08-11	GENERAL FUND	SPECIAL CLASSES	237.25
			TOTAL:	237.25
POWERTRIP RENTALS, LLC	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	2,093.32
	CLA SUPPLIES	GENERAL FUND	SPECIAL EVENTS	3,197.25
			TOTAL:	5,290.57
PTS COMMUNICATIONS	PAYPHONE SVCS 11/25	GENERAL FUND	NON-DEPARTMENTAL	43.00
			TOTAL:	43.00
PUBLIC AGENCY RETIREMENT SERVICES AND	PUBLIC AGENCY RETIREMENT S	GENERAL FUND	NON-DEPARTMENTAL	50,000.00
			TOTAL:	50,000.00
QUINN POWER SYSTEMS	PD CIRCUIT BOARD GENERATOR	GENERAL FUND	BUILDING MAINTENANCE	1,060.00
			TOTAL:	1,060.00
REPLICA GRAPHICS	PD BACKDROP BANNER	GENERAL FUND	POLICE ADMINISTRATION	214.42
			TOTAL:	214.42
ROGERS, ANDERSON, MALODY & SCOTT, LLP	AUDIT SVCS 06/25-10/25	GENERAL FUND	FINANCE	14,500.00
			TOTAL:	14,500.00
ROTARY CLUB OF LOS ALAMITOS/CYPRESS/SE	FUNDRAISER EVENT TICKETS 1	GENERAL FUND	ADMINISTRATION	250.00
			TOTAL:	250.00
SC FUELS	DIESEL FUEL 10/25	GARAGE FUND	GARAGE	1,761.30
			TOTAL:	1,761.30

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
SDI PRESENCE LLC	IT CLOUD LICENSE SVCS	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	1,850.25
	SENTINELONE CTRL 08/25	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	487.63
	ADD'L IT SUPPORT SVCS	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	2,400.93
	SENTINELONE CTRL 09/25	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	483.60
	IT CLOUD LICENSE SVCS	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	1,850.25
	ADD'L IT SUPPORT SVCS	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	5,020.48
	IT SUPPORT SVCS 07/25	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	8,492.35
	IT SUPPORT SVCS 08/25	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	8,492.35
	IT SUPPORT SVCS 09/25	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	8,492.35
			TOTAL:	37,570.19
SHINING LIGHT SOCIAL MEDIA	SOCIAL MEDIA SVCS 10/25	GENERAL FUND	ECONOMIC DEVELOPMENT	1,600.00
			TOTAL:	1,600.00
SIR SPEEDY PRINTING, SIGNS, MARKETING	LOS AL LOOP 11/25	GENERAL FUND	ADMINISTRATION	3,851.96
	PRESCHOOL BANNER	GENERAL FUND	SPECIAL CLASSES	186.04
	CELEBRATE LOS AL SIGNAGE	GENERAL FUND	SPECIAL EVENTS	314.64
			TOTAL:	4,352.64
SOCAL AUTO & TRUCK PARTS INC.	POWER WASHER BOOSTER PUMP	GARAGE FUND	GARAGE	305.88
	PW-8 POWER WASHER SUPPLIES	GARAGE FUND	GARAGE	15.67
	PW TRAILER HOOK MOUNT	GARAGE FUND	GARAGE	406.24
			TOTAL:	727.79
SOCAL SEWER & WATER	STORM DRAIN MAINT 10/25	GENERAL FUND	PARK MAINTENANCE	1,709.31
			TOTAL:	1,709.31
SOUND CONNECTION	WW STAGE RENTAL	GENERAL FUND	NON-DEPARTMENTAL	7,600.00
			TOTAL:	7,600.00
SOUTHERN CALIFORNIA EDISON	ELECTRICITY BILL 10/2025	GENERAL FUND	STREET MAINTENANCE	265.25
	SOCAL EDISON 09/25-10/25	GENERAL FUND	STREET MAINTENANCE	19,316.73
	ELECTRICITY BILL 10/2025	GENERAL FUND	PARK MAINTENANCE	18.17
	SOCAL EDISON 09/25-10/25	GENERAL FUND	PARK MAINTENANCE	300.84
	SOCAL EDISON 09/25-10/25	GENERAL FUND	PARK MAINTENANCE	508.77
	SOCAL EDISON 09/25-10/25	GENERAL FUND	BUILDING MAINTENANCE	73.90-
	SOCAL EDISON 09/25-10/25 C	GENERAL FUND	BUILDING MAINTENANCE	7,434.55
	SOCAL EDISON 09/25-10/25 P	GENERAL FUND	BUILDING MAINTENANCE	8,866.11
			TOTAL:	36,636.52
SOUTHERN CALIFORNIA GAS	SO CAL GAS 10/2025	GENERAL FUND	BUILDING MAINTENANCE	212.31
			TOTAL:	212.31
ST. NICK'S	WW TREE & SKYLINE SIGN	GENERAL FUND	NON-DEPARTMENTAL	18,800.00
			TOTAL:	18,800.00
ST. OF CALIFORNIA DEPT. OF JUSTICE	LIVE SCANS (3) 09/25	GENERAL FUND	NON-DEPARTMENTAL	198.00
			TOTAL:	198.00
STANDARD INSURANCE COMPANY	11/25 BASIC RETIREE SELF A	GENERAL FUND	NON-DEPARTMENTAL	21.14
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	CITY COUNCIL	55.37
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	ADMINISTRATION	154.00
	11/25 LTD SELF ADMIN	GENERAL FUND	ADMINISTRATION	112.84
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	FINANCE	100.75
	11/25 LTD SELF ADMIN	GENERAL FUND	FINANCE	80.60
	11/25 EAP PREM SELF ADMIN	GENERAL FUND	FINANCE	59.25

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	POLICE ADMINISTRATION	168.27
	11/25 LTD SELF ADMIN	GENERAL FUND	POLICE ADMINISTRATION	80.60
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	PATROL	255.60
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	INVESTIGATION	31.95
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	RECORDS	31.95
	11/25 LTD SELF ADMIN	GENERAL FUND	RECORDS	48.36
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	YOUTH SERVICES	15.98
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	COMMUNITY DEVEL ADMIN	136.75
	11/25 LTD SELF ADMIN	GENERAL FUND	COMMUNITY DEVEL ADMIN	128.96
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	PLANNING	10.65
	11/25 LTD SELF ADMIN	GENERAL FUND	PLANNING	16.12
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	NEIGHBORHOOD PRESERVAT	21.30
	11/25 LTD SELF ADMIN	GENERAL FUND	NEIGHBORHOOD PRESERVAT	32.24
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	STREET MAINTENANCE	106.50
	11/25 LTD SELF ADMIN	GENERAL FUND	STREET MAINTENANCE	161.20
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	BUILDING MAINTENANCE	10.65
	11/25 LTD SELF ADMIN	GENERAL FUND	BUILDING MAINTENANCE	16.12
	11/25 BASIC & AD&D SELF AD	GENERAL FUND	RECREATION ADMINISTRAT	196.17
	11/25 LTD SELF ADMIN	GENERAL FUND	RECREATION ADMINISTRAT	193.44
			TOTAL:	2,246.76
TABOON EXPRESS	PINE STREATS GRANT REIMBUR	GENERAL FUND	ECONOMIC DEVELOPMENT	5,000.00
			TOTAL:	5,000.00
TOWNSEND PUBLIC AFFAIRS, INC.	CONSULTING SVCS 11/25	GENERAL FUND	ADMINISTRATION	4,000.00
	GRANT WRITING SVCS 11/25	GENERAL FUND	ADMINISTRATION	2,000.00
			TOTAL:	6,000.00
TRACY MILLER CONSULTING, INC.	CONSULTING SVCS 11/25	GENERAL FUND	ADMINISTRATION	5,500.00
			TOTAL:	5,500.00
U.S. BANK	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	376.40
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	282.23
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	48.06
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	83.02
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	75.69
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	256.21
	REFUND: WOMEN'S CONF SUPPL	GENERAL FUND	NON-DEPARTMENTAL	19.83-
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	16.33
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	204.87
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	15.04
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	58.97
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	24.59
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	79.74
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	118.19
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	128.19
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	31.84
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	32.96
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	298.55
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	11.03
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	76.79
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	12.56
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	75.66
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	185.73
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	11.97
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	2.99

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	56.13
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	79.93
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	54.97
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	282.25
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	9.28
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	22.94
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	39.38
	DINE & DOUGH PRGM	GENERAL FUND	NON-DEPARTMENTAL	180.00
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	157.08
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	19.54
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	62.23
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	322.63
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	446.31
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	23.98
	ADAPTIVE REC SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	110.07
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	536.51
	ADAPTIVE REC SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	150.95
	ADAPTIVE REC SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	10.76
	ADAPTIVE REC SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	50.56
	PALS OF LOS AL SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	36.60
	PALS OF LOS AL SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	125.26
	PALS OF LOS AL SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	18.06
	TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	147.34
	REFUND: TOT SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	20.98
	TOT 1ST PLACE AWARD	GENERAL FUND	NON-DEPARTMENTAL	40.00
	TOT 2ND PLACE AWARD	GENERAL FUND	NON-DEPARTMENTAL	30.00
	TOT 3RD PLACE AWARD	GENERAL FUND	NON-DEPARTMENTAL	20.00
	TABLE COVERS	GENERAL FUND	NON-DEPARTMENTAL	23.76
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	187.79
	WOMEN'S CONF SUPPLIES	GENERAL FUND	NON-DEPARTMENTAL	205.45
	REFUND:QUINTANAR ADVOCACY	GENERAL FUND	CITY COUNCIL	2,100.00-
	HASSELBRINK LOCC WEBINAR	GENERAL FUND	CITY COUNCIL	25.00
	HASSELBRINK CAL CITIES CON	GENERAL FUND	CITY COUNCIL	50.00
	REF: HASSELBRINK ADVOCACY	GENERAL FUND	CITY COUNCIL	2,100.00-
	C WILSON LOCC CONF	GENERAL FUND	ADMINISTRATION	16.00
	C WILSON LOCC CONF	GENERAL FUND	ADMINISTRATION	15.75
	OCREGISTER.COM SUB	GENERAL FUND	ADMINISTRATION	48.00
	C WILSON CALPERS FORUM 10/	GENERAL FUND	ADMINISTRATION	1,284.02
	SHRED DAY 10/13/25	GENERAL FUND	ADMINISTRATION	116.37
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	15.55
	SHRED DAY 10/13/25	GENERAL FUND	ADMINISTRATION	24.29
	COUNCIL MTG DINNER 11/03/2	GENERAL FUND	ADMINISTRATION	161.60
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	134.35
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	10.91
	COUNCIL OCREGISTER.COM 10/	GENERAL FUND	ADMINISTRATION	26.00
	QUINTANAR LOCC CONF	GENERAL FUND	ADMINISTRATION	15.00
	REFUND: OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	32.76-
	CMCA EDUCATION WORKSHOP	GENERAL FUND	ADMINISTRATION	125.00
	PUBLIC NOTICE ORD2025-07	GENERAL FUND	ADMINISTRATION	160.00
	QUINTANAR LOCC WEBINAR	GENERAL FUND	ADMINISTRATION	25.00
	LIGHTNER MMASC CONF	GENERAL FUND	ADMINISTRATION	15.00
	LIGHTNER MMASC CONF	GENERAL FUND	ADMINISTRATION	15.00
	LIGHTNER MMASC CONF	GENERAL FUND	ADMINISTRATION	725.00
	HEALTH FAIR 2025 SUPPLIES	GENERAL FUND	ADMINISTRATION	48.16
	HEALTH FAIR 2025 GIFTCARD	GENERAL FUND	ADMINISTRATION	20.00
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	18.55

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	HEALTH FAIR 2025 SUPPLIES	GENERAL FUND	ADMINISTRATION	678.17
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	42.54
	EOQ FALL 25 PHOTO	GENERAL FUND	ADMINISTRATION	3.27
	EOQ FALL 25 PLAQUE	GENERAL FUND	ADMINISTRATION	38.81
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	22.08
	BLDG & FIRE CODE NOTICE	GENERAL FUND	ADMINISTRATION	282.50
	NUTS & BOLTS WORKSHOP	GENERAL FUND	ADMINISTRATION	350.00
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	104.39
	COUNCIL MTG DINNER 10/06/2	GENERAL FUND	ADMINISTRATION	168.25
	COUNCIL MTG DRINKS 10/06/2	GENERAL FUND	ADMINISTRATION	22.04
	SHRED DAY 10/13/25	GENERAL FUND	ADMINISTRATION	78.99
	SHRED DAY 10/13/25	GENERAL FUND	ADMINISTRATION	449.50
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	180.56
	SHRED DAY 10/13/25	GENERAL FUND	ADMINISTRATION	1,100.00
	OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	95.38
	REFUND: OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	21.77-
	REFUND: OFFICE SUPPLIES	GENERAL FUND	ADMINISTRATION	7.94-
	BISCOCHO CSMFO CONF	GENERAL FUND	FINANCE	175.00
	CHATGPT PLUS SUB	GENERAL FUND	FINANCE	20.00
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	138.70
	BISCOCHO CSMFO CONF	GENERAL FUND	FINANCE	625.00
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	51.98
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	23.22
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	121.40
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	15.28
	PUBLIC RECORDS REQUEST	GENERAL FUND	FINANCE	25.00
	AUTHORIZE.NET SUB	GENERAL FUND	FINANCE	10.00
	APPLE ICLOUD SUB	GENERAL FUND	FINANCE	0.99
	WSJ MONTHLY SUB	GENERAL FUND	FINANCE	8.25
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	36.26
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	38.23
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	25.98
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	182.43
	FIN IN-SERVICE TRAINING	GENERAL FUND	FINANCE	211.08
	OFFICE SUPPLIES	GENERAL FUND	FINANCE	68.98
	OFFICE SUPPLIES	GENERAL FUND	POLICE ADMINISTRATION	8.67
	CAPCUT ANNUAL SUB	GENERAL FUND	POLICE ADMINISTRATION	179.99
	GALLAUGHER TRAINING	GENERAL FUND	POLICE ADMINISTRATION	15.00
	GALLAUGHER TRAINING	GENERAL FUND	POLICE ADMINISTRATION	15.00
	EMERGENCY MGMT MEETING	GENERAL FUND	POLICE ADMINISTRATION	257.42
	AMAZON PRIME SUB	GENERAL FUND	POLICE ADMINISTRATION	16.38
	EMPLOYEE RECOGNITION SUPPL	GENERAL FUND	POLICE ADMINISTRATION	480.48
	ONSTAR SUB	GENERAL FUND	POLICE ADMINISTRATION	15.00
	KITCHEN SUPPLIES	GENERAL FUND	POLICE ADMINISTRATION	20.75
	ONSTAR SUB	GENERAL FUND	POLICE ADMINISTRATION	11.99
	KITCHEN SUPPLIES	GENERAL FUND	POLICE ADMINISTRATION	947.46
	KITCHEN SUPPLIES	GENERAL FUND	POLICE ADMINISTRATION	8.22
	PELOTON SUB	GENERAL FUND	POLICE ADMINISTRATION	44.00
	V WILSON TRAINING PARKING	GENERAL FUND	POLICE ADMINISTRATION	15.49
	V WILSON TRAINING MEAL	GENERAL FUND	POLICE ADMINISTRATION	9.35
	V WILSON TRAINING MEAL	GENERAL FUND	POLICE ADMINISTRATION	22.12
	V WILSON TRAINING MEAL	GENERAL FUND	POLICE ADMINISTRATION	20.66
	V WILSON TRAINING MEAL	GENERAL FUND	POLICE ADMINISTRATION	30.01
	DEPARTMENT PICTURES	GENERAL FUND	POLICE ADMINISTRATION	6.53
	POWER BI	GENERAL FUND	POLICE ADMINISTRATION	78.30
	SAIZ CATO CONF	GENERAL FUND	PATROL	719.94

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	GOSSET/NAVARRO TRAINING	GENERAL FUND	PATROL	250.00
	SAIZ SWAT TRAINING CONF	GENERAL FUND	PATROL	643.75
	OFFICE SUPPLIES	GENERAL FUND	PATROL	41.50
	OFFICE SUPPLIES	GENERAL FUND	PATROL	28.01
	OFFICE SUPPLIES	GENERAL FUND	PATROL	51.34
	PEREZ/FLYNN BUSINESS CARDS	GENERAL FUND	PATROL	184.63
	SMITH LEADERSHIP TRAINING	GENERAL FUND	INVESTIGATION	565.00
	PD INVESTIGATION DOCS	GENERAL FUND	INVESTIGATION	24.00
	OFFICE SUPPLIES	GENERAL FUND	INVESTIGATION	269.84
	SAIZ RECORDS TRAINING	GENERAL FUND	RECORDS	688.00
	OFFICE SUPPLIES	GENERAL FUND	RECORDS	39.63
	SAIZ TRAINING MEAL	GENERAL FUND	COMMUNITY OUTREACH	25.15
	SAIZ TRAINING PARKING	GENERAL FUND	COMMUNITY OUTREACH	15.60
	SAIZ TRAINING MEAL	GENERAL FUND	COMMUNITY OUTREACH	21.71
	TOT SUPPLIES	GENERAL FUND	COMMUNITY OUTREACH	104.95
	SWEAR IN CEREMONY SUPPLIES	GENERAL FUND	COMMUNITY OUTREACH	18.67
	SWEAR IN CEREMONY SUPPLIES	GENERAL FUND	COMMUNITY OUTREACH	41.54
	SWEAR IN CEREMONY SUPPLIES	GENERAL FUND	COMMUNITY OUTREACH	9.93
	TOT SUPPLIES	GENERAL FUND	COMMUNITY OUTREACH	83.96
	OFFICE SUPPLIES	GENERAL FUND	TRAFFIC	44.22
	K9 FOOD	GENERAL FUND	K-9 UNIT	106.01
	K9 FOOD	GENERAL FUND	K-9 UNIT	106.53
	APPLE ICLOUD SUB	GENERAL FUND	COMMUNITY DEVEL ADMIN	2.99
	MAYOR'S COIN	GENERAL FUND	COMMUNITY DEVEL ADMIN	1,398.40
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	38.98
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	26.70
	YOUTUBE SUB	GENERAL FUND	COMMUNITY DEVEL ADMIN	82.99
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	67.69
	R NODA CAL CITIES CONF	GENERAL FUND	COMMUNITY DEVEL ADMIN	24.15
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	38.16
	RAMIREZ LOCC CONF	GENERAL FUND	COMMUNITY DEVEL ADMIN	15.00
	RAMIREZ LOCC CONF	GENERAL FUND	COMMUNITY DEVEL ADMIN	15.00
	REIS LOCC CONF	GENERAL FUND	COMMUNITY DEVEL ADMIN	15.00
	REIS LOCC CONF	GENERAL FUND	COMMUNITY DEVEL ADMIN	15.00
	AMAZON PRIME SUB	GENERAL FUND	COMMUNITY DEVEL ADMIN	16.38
	REYES/CARMODY WEBCAM	GENERAL FUND	COMMUNITY DEVEL ADMIN	152.93
	MILITARY VOLUNTEER SUPPLIE	GENERAL FUND	COMMUNITY DEVEL ADMIN	13.09
	LANDSCAPE MAINT SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	272.03
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	5.45
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	14.18
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	73.58
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	89.47
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	234.89
	TOT SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	82.22
	TOT SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	86.30
	TOT SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	146.96
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	68.63
	KITCHEN SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	896.84
	OFFICE SUPPLIES	GENERAL FUND	COMMUNITY DEVEL ADMIN	40.92
	OFFICE SUPPLIES	GENERAL FUND	NEIGHBORHOOD PRESERVAT	19.60
	LANDSCAPE MAINT SUPPLIES	GENERAL FUND	STREET MAINTENANCE	118.26
	DE LA TORRE MSA CONF	GENERAL FUND	STREET MAINTENANCE	36.00
	REYES MSA CONF	GENERAL FUND	STREET MAINTENANCE	25.00
	PAINT SUPPLIES	GENERAL FUND	PARK MAINTENANCE	969.90
	PAINT SUPPLIES	GENERAL FUND	PARK MAINTENANCE	9.80
	LANDSCAPE MAINT SUPPLIES	GENERAL FUND	PARK MAINTENANCE	81.93

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	LANDSCAPE MAINT SUPPLIES	GENERAL FUND	PARK MAINTENANCE	61.08
	LANDSCAPE MAINT SUPPLIES	GENERAL FUND	PARK MAINTENANCE	81.93
	PARK SUPPLIES	GENERAL FUND	PARK MAINTENANCE	509.82
	LANDSCAPE MAINT SUPPLIES	GENERAL FUND	PARK MAINTENANCE	109.24
	LANDSCAPE MAINT SUPPLIES	GENERAL FUND	PARK MAINTENANCE	86.02
	STREET MAINT SUPPLIES	GENERAL FUND	BUILDING MAINTENANCE	616.33
	POND REMOVAL MATERIALS	GENERAL FUND	BUILDING MAINTENANCE	140.99
	BUILDING MAINT SUPPLIES	GENERAL FUND	BUILDING MAINTENANCE	32.23
	JACKHAMMER RENTAL	GENERAL FUND	BUILDING MAINTENANCE	500.00
	PD LIGHT REPLACEMENT	GENERAL FUND	BUILDING MAINTENANCE	27.59
	JACKHAMMER RENTAL	GENERAL FUND	BUILDING MAINTENANCE	167.66
	CC DRINKING FOUNTAIN FILTE	GENERAL FUND	BUILDING MAINTENANCE	96.13
	DRINKING WATER 09/25	GENERAL FUND	BUILDING MAINTENANCE	268.99
	DRINKING WATER 10/25	GENERAL FUND	BUILDING MAINTENANCE	302.59
	TRAILER EQUIPMENT	GENERAL FUND	ECONOMIC DEVELOPMENT	246.96
	TRAILER EQUIPMENT	GENERAL FUND	ECONOMIC DEVELOPMENT	131.09
	ED SUPPLIES	GENERAL FUND	ECONOMIC DEVELOPMENT	85.22
	CHAMBER LUNCHEON 11/25	GENERAL FUND	ECONOMIC DEVELOPMENT	60.00
	NITES ON PINE SUPPLIES	GENERAL FUND	ECONOMIC DEVELOPMENT	95.00
	NITES ON PINE SUPPLIES	GENERAL FUND	ECONOMIC DEVELOPMENT	155.25
	NITES ON PINE SUPPLIES	GENERAL FUND	ECONOMIC DEVELOPMENT	6.54
	NITES ON PINE SUPPLIES	GENERAL FUND	ECONOMIC DEVELOPMENT	74.96
	NITES ON PINE SUPPLIES	GENERAL FUND	ECONOMIC DEVELOPMENT	99.42
	EVENT SUPPLIES	GENERAL FUND	ECONOMIC DEVELOPMENT	12.01
	CRICUT SUB	GENERAL FUND	RECREATION ADMINISTRAT	95.88
	SHIMADA CAL CITIES CONF	GENERAL FUND	RECREATION ADMINISTRAT	50.00
	SHIMADA CAL CITIES CONF	GENERAL FUND	RECREATION ADMINISTRAT	50.00
	SISOEV CAL CITIES CONF	GENERAL FUND	RECREATION ADMINISTRAT	15.75
	SISOEV CAL CITIES CONF	GENERAL FUND	RECREATION ADMINISTRAT	15.00
	DS CONCERT SHARE REGISTRAT	GENERAL FUND	RECREATION ADMINISTRAT	45.00
	DS CONCERT SHARE REGISTRAT	GENERAL FUND	RECREATION ADMINISTRAT	1.13
	LIFEGUARD TRAINING	GENERAL FUND	RECREATION ADMINISTRAT	400.00
	CHAMBER LUNCHEON	GENERAL FUND	RECREATION ADMINISTRAT	30.00
	CPRS ADMIN BRUNCH	GENERAL FUND	RECREATION ADMINISTRAT	55.00
	OFFICE SUPPLIES	GENERAL FUND	RECREATION ADMINISTRAT	32.94
	CHAMBER BREAKFAST 09/25	GENERAL FUND	RECREATION ADMINISTRAT	60.00
	CASA YOUTH SHELTER EVENT	GENERAL FUND	RECREATION ADMINISTRAT	51.50
	OFFICE SUPPLIES	GENERAL FUND	RECREATION ADMINISTRAT	205.00
	DIRECT TV EOC	GENERAL FUND	RECREATION ADMINISTRAT	100.99
	SPOTIFY SUB	GENERAL FUND	RECREATION ADMINISTRAT	19.99
	STAFF CPR CERTIFICATION	GENERAL FUND	RECREATION ADMINISTRAT	37.00
	STAFF CPR CERTIFICATION	GENERAL FUND	RECREATION ADMINISTRAT	37.00
	OFFICE SUPPLIES	GENERAL FUND	RECREATION ADMINISTRAT	105.98
	OFFICE SUPPLIES	GENERAL FUND	RECREATION ADMINISTRAT	228.26
	OFFICE SUPPLIES	GENERAL FUND	RECREATION ADMINISTRAT	45.43
	STAFF CPR CERTIFICATION	GENERAL FUND	RECREATION ADMINISTRAT	37.00
	SOCIAL MEDIA SUPPLIES	GENERAL FUND	RECREATION ADMINISTRAT	22.93
	STAFF TRAINING 10/25	GENERAL FUND	RECREATION ADMINISTRAT	135.00
	STAFF TRAINING 10/25	GENERAL FUND	RECREATION ADMINISTRAT	337.26
	APPLE ICLOUD SUB	GENERAL FUND	RECREATION ADMINISTRAT	9.99
	E NODA ACE CONF	GENERAL FUND	RECREATION ADMINISTRAT	15.00
	E NODA ACE CONF	GENERAL FUND	RECREATION ADMINISTRAT	16.00
	E NODA ACE CONF	GENERAL FUND	RECREATION ADMINISTRAT	16.00
	REFUND: E NODA ADVOACY TRI	GENERAL FUND	RECREATION ADMINISTRAT	2,250.00-
	REFUND: SIMMONS ADVOCACY T	GENERAL FUND	RECREATION ADMINISTRAT	2,250.00-
	CHAMBER LUNCHEON 11/25	GENERAL FUND	RECREATION ADMINISTRAT	30.00

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	CONSTANT CONTACT SUB	GENERAL FUND	RECREATION ADMINISTRAT	422.75
	E NODA TRAINING	GENERAL FUND	RECREATION ADMINISTRAT	115.99
	AQUATICS SUPPLIES	GENERAL FUND	AQUATICS	28.28
	FACILITY RENTAL SUPPLIES	GENERAL FUND	COMMUNITY SERVICES	87.38
	FACILITY RENTAL SUPPLIES	GENERAL FUND	COMMUNITY SERVICES	52.98
	DAY CAMP SUPPLIES	GENERAL FUND	DAY CAMP	125.66
	DAY CAMP SUPPLIES	GENERAL FUND	DAY CAMP	110.30
	DAY CAMP SUPPLIES	GENERAL FUND	DAY CAMP	183.43
	ADAPTIVE REC SUPPLIES	GENERAL FUND	DAY CAMP	62.65
	TOT SUPPLIES	GENERAL FUND	PLAYGROUNDS	169.16
	VOLLEYBALL SUPPLIES	GENERAL FUND	SPORTS	101.71
	ADULT SOCCER SUPPLIES	GENERAL FUND	SPORTS	41.50
	VOLLEYBALL SUPPLIES	GENERAL FUND	SPORTS	53.65
	TRACK & FIELD SUPPLIES	GENERAL FUND	SPORTS	660.66
	ADULT SOCCER JERSEYS	GENERAL FUND	SPORTS	243.60
	VOLLEYBALL SUPPLIES	GENERAL FUND	SPORTS	36.82
	VOLLEYBALL JERSEYS	GENERAL FUND	SPORTS	285.47
	TABLE TENNIS AWARDS	GENERAL FUND	SPORTS	53.36
	VOLLEYBALL SUPPLIES	GENERAL FUND	SPORTS	456.93
	VOLLEYBALL SUPPLIES	GENERAL FUND	SPORTS	269.71
	REPLACEMENT CARTS	GENERAL FUND	SPORTS	532.79
	TABLE TENNIS SUPPLIES	GENERAL FUND	SPORTS	31.67
	PRESCHOOL SUPPLIES	GENERAL FUND	SPECIAL CLASSES	31.30
	PRESCHOOL SUPPLIES	GENERAL FUND	SPECIAL CLASSES	25.12
	PRESCHOOL FIELD TRIP	GENERAL FUND	SPECIAL CLASSES	378.00
	PRESCHOOL FIELD TRIP	GENERAL FUND	SPECIAL CLASSES	600.00
	PRESCHOOL SUPPLIES	GENERAL FUND	SPECIAL CLASSES	176.88
	PRESCHOOL SUPPLIES	GENERAL FUND	SPECIAL CLASSES	39.08
	PRESCHOOL SUPPLIES	GENERAL FUND	SPECIAL CLASSES	71.87
	PRESCHOOL SUPPLIES	GENERAL FUND	SPECIAL CLASSES	62.97
	CC MAT SERVICE 09/17/25	GENERAL FUND	SPECIAL CLASSES	111.79
	CC MAT SERVICE 10/11/25	GENERAL FUND	SPECIAL CLASSES	111.79
	SENIOR WORKSHOP SUPPLIES	GENERAL FUND	SPECIAL CLASSES	34.38
	SENIOR WORKSHOP SUPPLIES	GENERAL FUND	SPECIAL CLASSES	11.25
	SENIOR WORKSHOP SUPPLIES	GENERAL FUND	SPECIAL CLASSES	107.59
	WOMEN'S CONF SUPPLIES	GENERAL FUND	SPECIAL EVENTS	131.04
	PICKLEBALL SUPPLIES	GENERAL FUND	SPECIAL EVENTS	153.71
	HALLOWEEN DECOR CONTEST	GENERAL FUND	SPECIAL EVENTS	54.52
	HALLOWEEN DECOR SUPPLIES	GENERAL FUND	SPECIAL EVENTS	83.09
	ADAPTIVE REC SUPPLIES	GENERAL FUND	SPECIAL EVENTS	625.85
	WAREHOUSE SUPPLIES	GENERAL FUND	SPECIAL EVENTS	103.89
	WAREHOUSE SUPPLIES	GENERAL FUND	SPECIAL EVENTS	344.20
	WAREHOUSE SUPPLIES	GENERAL FUND	SPECIAL EVENTS	128.39
	WAREHOUSE SUPPLIES	GENERAL FUND	SPECIAL EVENTS	489.09
	WAREHOUSE SUPPLIES	GENERAL FUND	SPECIAL EVENTS	315.23
	WOMEN'S CONF SUPPLIES	GENERAL FUND	SPECIAL EVENTS	1,657.53
	CITY SIGNAGE MAINT SUPPLIE	GENERAL FUND	CAPITAL PROJECTS	533.66
	SOROPTIMIST PARK PROJECT	GENERAL FUND	CAPITAL PROJECTS	210.87
	EV CHARGING	AIR QUALITY FUND	GARAGE	49.57
	EV CHARGING	AIR QUALITY FUND	GARAGE	21.57
	EV CHARGING	AIR QUALITY FUND	GARAGE	53.61
	EV CHARGING	AIR QUALITY FUND	GARAGE	36.64
	EV CHARGING	AIR QUALITY FUND	GARAGE	25.91
	EV CHARGING	AIR QUALITY FUND	GARAGE	46.43
	PW-9 VEHICLE SVCS 10/07/25	GARAGE FUND	GARAGE	314.07
	PW DUPLICATE VEHICLE TITLE	GARAGE FUND	GARAGE	27.00

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT
	PW DUPLICATE VEHICLE TITLE	GARAGE FUND	GARAGE	27.00
	PW DUPLICATE VEHICLE TITLE	GARAGE FUND	GARAGE	27.00
	PW DUPLICATE VEHICLE TITLE	GARAGE FUND	GARAGE	0.54
	PW DUPLICATE VEHICLE TITLE	GARAGE FUND	GARAGE	0.54
	PW DUPLICATE VEHICLE TITLE	GARAGE FUND	GARAGE	0.54
	KEYFOB REPLACEMENT	GARAGE FUND	GARAGE	420.91
	LF CLOUD ANNUAL SUB	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	712.42
	CHATGPT PLUS SUB	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	20.00
	.ORG DOMAIN REGISTRATION	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	22.18
	CANVA SUB	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	409.99
	IT SUPPLIES	TECHNOLOGY REPLACE	ADMINISTRATIVE SERVICE	1,772.58
			TOTAL:	38,142.13
V & V MANUFACTURING, INC.	SERGEANT BADGES	GENERAL FUND	PATROL	271.85
			TOTAL:	271.85
VERIZON	VEHICLE GPS SVCS 11/25	GENERAL FUND	COMMUNITY DEVEL ADMIN	489.88
			TOTAL:	489.88
VESTIS GROUP INC	UNIFORMS RENTAL 10/20/25	GENERAL FUND	STREET MAINTENANCE	127.69
	UNIFORMS RENTAL 10/27/25	GENERAL FUND	STREET MAINTENANCE	115.48
	UNIFORMS RENTAL 11/03/25	GENERAL FUND	STREET MAINTENANCE	115.48
			TOTAL:	358.65
VOYAGER FLEET SYSTEMS, INC.	FLEET FUEL 10/25	GARAGE FUND	GARAGE	12,074.90
	TAX ADJUSTMENT 10/25	GARAGE FUND	GARAGE	443.02-
			TOTAL:	11,631.88
WAXIE SANITARY SUPPLY	RECYCLING STATION 10/25	GENERAL FUND	BUILDING MAINTENANCE	1,018.38
			TOTAL:	1,018.38
WEST COAST ARBORISTS, INC.	DIST 4 GRID TREE TRIM 10/25	MEASURE M	CAPITAL PROJECTS	36,784.00
	DIST 2 GRID TREE TRIM 10/25	MEASURE M	CAPITAL PROJECTS	7,392.00
			TOTAL:	44,176.00
WESTERN STATE BUILDERS, INC	CIP 24/25-08 RETENTION #2	GENERAL FUND	NON-DEPARTMENTAL	6,847.53-
	CIP 24-25-08 RETENTION #1	GENERAL FUND	NON-DEPARTMENTAL	2,222.50-
	CIP 24/25-08 PAY APP #2	GENERAL FUND	CAPITAL PROJECTS	136,950.65
	CIP 24/25-08 PAY APP #1	GENERAL FUND	CAPITAL PROJECTS	44,450.00
			TOTAL:	172,330.62
WEX HEALTH, INC.	FSA MONTHLY 10/25	GENERAL FUND	NON-DEPARTMENTAL	58.50
			TOTAL:	58.50
WILLDAN FINANCIAL SERVICES	COST RECOVERY STUDY 07/25	GENERAL FUND	ADMINISTRATION	1,481.00
			TOTAL:	1,481.00

VENDOR NAME	DESCRIPTION	FUND	DEPARTMENT	AMOUNT

=============== FUND TOTALS ================

10	GENERAL FUND	1,086,469.60
23	AIR QUALITY FUND	233.73
26	MEASURE M	44,176.00
50	GARAGE FUND	23,570.67
53	TECHNOLOGY REPLACEMENT	45,179.81
54	SELF INSURANCE TRUST	7,338.52
	GRAND TOTAL:	1,206,968.33

Retirees Medical Reimbursement

Date: November 1, 2025 **Number of Transactions: 12** **Total Batch: $8,681.54**

Payroll Recap & Funding

Bi-Weekly Regular 11/07/2025

Payroll Overview

Payroll		Bi-Weekly Regular 11/07/2025
Pay Date		11/07/2025
# Employees		143
# Paid Employees		143
# Pay Statements		154
# Regular	143	
# Payroll Adjustment	11	
# Pay Periods		1
EE's Paid More Than Once		11
Base Compensation Changes		1
Terminations		1
Rehires		1

Employee Payments

	#	EE's	$ Amount	
Checks Paid By POD7 | UK	2	2	463.50 D	
Direct Deposits Debited	149	139	291,774.16 D	
Total				**292,237.66**
(D) POD7 | UKG Payroll Services Admin Debit				**-292,237.66**
Your Remaining Bank Account Liability				**0.00**
Vouchers Printed	2			
Vouchers Suppressed	0			

Taxes

	EIN	EE's	$ Amount	
FIT/EE	95-2133135	102	44,179.10 D	
Additional Medi/EE	95-2133135	2	181.48 D	
MEDI/ER	95-2133135	143	5,868.17 D	
MEDI/EE	95-2133135	143	5,868.17 D	
SIT:CA/EE	932-0185-3	89	15,977.03 D	
Total				**72,073.95**
(D) POD7 | UKG Payroll Services Admin Debit				**-72,073.95**
Your Remaining Tax Liability				**0.00**

Vendor Liabilities

	EE's	$ Amount	
Colorado Family Support	1	230.76D	
Total			**230.76**
(D) POD7 | UKG Payroll Services Admin Debit			**-230.76**
Your Remaining Vendor Liability			**0.00**

Total

Total	**364,542.37**
POD7 | UKG Payroll Services Admin Debit	**-364,542.37**
Total of Your Responsibility	**0.00**

Recap

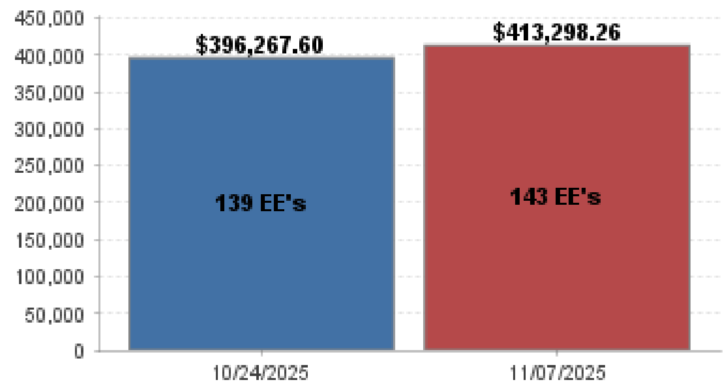
POD7 | UKG Payroll S	Date	Bank Account #	$ Amount
Vendor Payment SPA	11/06/2025	xxxxxxxx8587	230.76
Tax Payment	11/06/2025	xxxxxxxx8587	72,073.95
Empl. Checks SPA	11/06/2025	xxxxxxxx8587	463.50
Empl. Dir. Dep. SPA	11/06/2025	xxxxxxxx8587	291,774.16
		Total Debits	**364,542.37**

Cash Requirements: xxxxxxxx8587	$ Amount
Vendor Payment SPA	230.76
Tax Payment	72,073.95
Empl. Checks SPA	463.50
Empl. Dir. Dep. SPA	291,774.16
Total	**364,542.37**

General Ledger Summary

	Debit/Exp.	Credit/Liab.
Earning	457,927.32	44,629.06
ER Deduction	83,187.47	
ER Tax (Offset)	5,868.17	
Check		463.50
ER Tax		5,868.17
Deduction		54,854.82
Tax		66,205.78
ER Deduction (Offset)		83,187.47
Direct Deposit		291,774.16
	546,982.96	**546,982.96**

Comparison To Last Pay Period - Gross Wages



BENEFITS & WITHHOLDINGS

City of Los Alamitos

Pay Period 10/19-11/01/2025 *Check Date:11/07/2025*

Source	Deduction	Vendor		Total Amount		Total Amount (ER)		Total Fund
Employee	AFLAC PostTax	Aflac	$	65.48	$	-	$	65.48
Employee	AFLAC PreTax	Aflac	$	81.57	$	-	$	81.57
Employee	CalPers Deferred Comp	Calpers Def Comp	$	2,809.57	$	-	$	2,809.57
Employee	CalPers Deferred Comp Loan	Calpers Def Comp	$	158.30	$	-	$	158.30
Employee	CalPers Deferred Comp Roth	Calpers Def Comp	$	593.28	$	-	$	593.28
Employee / Employer	CalPers MISC EE 8%	Calpers Retirement	$	5,463.29	$	10,988.07	$	16,451.36
Employee	CalPers Retirement	Calpers Retirement	$	481.97	$	-	$	481.97
Employee / Employer	CalPers Retirement MISC EE&ER	Calpers Retirement	$	9,187.36	$	9,436.31	$	18,623.67
Employee	CalPers Safety EE	Calpers Retirement	$	1,492.17	$	-	$	1,492.17
Employee	CalPers Safety EE B4	Calpers Retirement	$	2,624.29	$	-	$	2,624.29
Employee / Employer	CalPers Safety EE&ER	Calpers Retirement	$	12,491.12	$	12,693.65	$	25,184.77
Employer	CalPers Safety ER	Calpers Retirement	$	-	$	12,523.19	$	12,523.19
Employee	CalPers Survivors Benefit	Calpers Retirement	$	67.89	$	-	$	67.89
Employee	Child Support 1	Deducted	$	230.76	$	-	$	230.76
Employer	Dental Pre-Tax	Delta Dental	$	-	$	1,634.97	$	1,634.97
Employee	Employee Computer Loan	Computer Loan/CASH	$	48.08	$	-	$	48.08
Employee	Employee Voluntary Life	Life	$	300.43	$	-	$	300.43
Employee	FSA Dependent Care	FSA	$	192.31	$	-	$	192.31
Employee	FSA Medical Expense	FSA	$	1,236.14	$	-	$	1,236.14
Employee	ICMA Deferred Comp EE	ICMA	$	2,192.60	$	-	$	2,192.60
Employer	ICMA Deferred Comp ER	ICMA	$	-	$	958.00	$	958.00
Employee	ICMA Loan Repay	ICMA	$	1,216.42	$	-	$	1,216.42
Employee	ICMA Roth	ICMA	$	103.29	$	-	$	103.29
Employee	Long Term Disability	LT Disability	$	99.54	$	-	$	99.54
Employee / Employer	Medical Pre-Tax	Medical	$	7,185.71	$	32,875.86	$	40,061.57
Employee	Nationwide Retirement FT	Nationwide	$	2,987.58	$	-	$	2,987.58
Employee / Employer	Nationwide Retirement PT	Nationwide	$	1,706.90	$	1,708.80	$	3,415.70
Employee	Police Officer Dues	Dues	$	1,442.77	$	-	$	1,442.77
Employee	Teamsters Local 911	Dues	$	396.00	$	-	$	396.00
Employer	Vision Pre-Tax	Vision	$	-	$	368.62	$	368.62
				$54,854.82		**$83,187.47**		**$138,042.29**

Payroll Recap & Funding

Bi-Weekly Regular 11/21/2025

Payroll Overview

Payroll		Bi-Weekly Regular 11/21/2025
Pay Date		11/21/2025
# Employees		135
# Paid Employees		135
# Regular	134	
# Manual	1	
# Pay Periods		1
Base Compensation Changes		1
New Hires		6

Employee Payments

	#	EE's	$ Amount	
Checks	1	1	401.84	
Checks Paid By POD7 | UK	1	1	70.39 D	
Direct Deposits Debited	141	132	267,959.14 D	
Total				**268,431.37**
(D) POD7 | UKG Payroll Services Admin Debit				**-268,029.53**
Your Remaining Bank Account Liability				**401.84**
Vouchers Printed	1			
Vouchers Suppressed	0			

Taxes

	EIN	EE's	$ Amount	
FIT/EE	95-2133135	97	39,236.12 D	
Additional Medi/EE	95-2133135	4	269.71 D	
MEDI/ER	95-2133135	134	5,395.05 D	
MEDI/EE	95-2133135	135	5,407.97 D	
SIT:CA/EE	932-0185-3	84	14,784.76 D	
Total				**65,093.61**
(D) POD7 | UKG Payroll Services Admin Debit				**-65,093.61**
Your Remaining Tax Liability				**0.00**

Vendor Liabilities

	EE's	$ Amount	
Colorado Family Support	1	230.76D	
Total			**230.76**
(D) POD7 | UKG Payroll Services Admin Debit			**-230.76**
Your Remaining Vendor Liability			**0.00**

Total

Total	**333,755.74**
POD7 | UKG Payroll Services Admin Debit	**-333,353.90**
Total of Your Responsibility	**401.84**

Recap

POD7 | UKG Payroll S	**Date**	**Bank Account #**	**$ Amount**
Vendor Payment SPA	11/20/2025	xxxxxxxx8587	230.76
Tax Payment	11/20/2025	xxxxxxxx8587	65,093.61
Empl. Checks SPA	11/20/2025	xxxxxxxx8587	70.39
Empl. Dir. Dep. SPA	11/20/2025	xxxxxxxx8587	267,959.14
		Total Debits	**333,353.90**

--More--

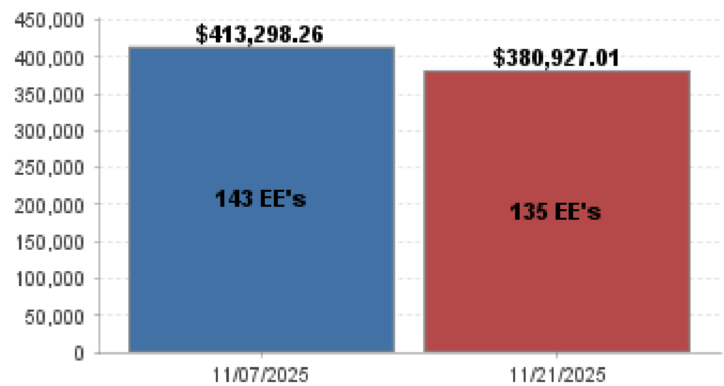
Recap - Continued

Cash Requirements: xxxxxxxx8587	**$ Amount**
Vendor Payment SPA	230.76
Tax Payment	65,093.61
Empl. Checks	401.84
Empl. Checks SPA	70.39
Empl. Dir. Dep. SPA	267,959.14
Total	**333,755.74**

General Ledger Summary

	Debit/Exp.	Credit/Liab.
Earning	380,927.01	
ER Deduction	81,227.16	
ER Tax (Offset)	5,395.05	
Check		472.23
ER Tax		5,395.05
Deduction		52,797.08
Tax		59,698.56
ER Deduction (Offset)		81,227.16
Direct Deposit		267,959.14
	467,549.22	**467,549.22**

Comparison To Last Pay Period - Gross Wages



BENEFITS & WITHHOLDINGS

City of Los Alamitos

Pay Period 11/02-11/15/2025 *Check Date:11/21/2025*

Source	Deduction	Vendor	Total Amount	Total Amount (ER)	Total Fund
Employee	AFLAC PostTax	Aflac	$ 65.48	$ -	$ 65.48
Employee	AFLAC PreTax	Aflac	$ 81.57	$ -	$ 81.57
Employee	CalPers Deferred Comp	Calpers Def Comp	$ 2,683.15	$ -	$ 2,683.15
Employee	CalPers Deferred Comp Loan	Calpers Def Comp	$ 158.30	$ -	$ 158.30
Employee	CalPers Deferred Comp Roth	Calpers Def Comp	$ 593.28	$ -	$ 593.28
Employee / Employer	CalPers MISC EE 8%	Calpers Retirement	$ 5,463.29	$ 10,988.07	$ 16,451.36
Employee	CalPers Retirement	Calpers Retirement	$ 481.97	$ -	$ 481.97
Employee / Employer	CalPers Retirement MISC EE&ER	Calpers Retirement	$ 9,175.73	$ 9,424.37	$ 18,600.10
Employee	CalPers Safety EE	Calpers Retirement	$ 1,492.17	$ -	$ 1,492.17
Employee	CalPers Safety EE B4	Calpers Retirement	$ 2,619.79	$ -	$ 2,619.79
Employee / Employer	CalPers Safety EE&ER	Calpers Retirement	$ 10,795.26	$ 10,983.66	$ 21,778.92
Employer	CalPers Safety ER	Calpers Retirement	$ -	$ 12,509.50	$ 12,509.50
Employee	CalPers Survivors Benefit	Calpers Retirement	$ 67.89	$ -	$ 67.89
Employee	Child Support 1	Deducted	$ 230.76	$ -	$ 230.76
Employer	Dental Pre-Tax	Delta Dental	$ -	$ 1,634.97	$ 1,634.97
Employee	Employee Computer Loan	Computer Loan/CASH	$ 48.08	$ -	$ 48.08
Employee	Employee Voluntary Life	Life	$ 300.43	$ -	$ 300.43
Employee	FSA Dependent Care	FSA	$ 192.31	$ -	$ 192.31
Employee	FSA Medical Expense	FSA	$ 1,236.14	$ -	$ 1,236.14
Employee	ICMA Deferred Comp EE	ICMA	$ 2,190.84	$ -	$ 2,190.84
Employer	ICMA Deferred Comp ER	ICMA	$ -	$ 958.00	$ 958.00
Employee	ICMA Loan Repay	ICMA	$ 1,216.42	$ -	$ 1,216.42
Employee	ICMA Roth	ICMA	$ 108.52	$ -	$ 108.52
Employee	Long Term Disability	LT Disability	$ 99.54	$ -	$ 99.54
Employee / Employer	Medical Pre-Tax	Medical	$ 7,185.71	$ 32,875.86	$ 40,061.57
Employee	Nationwide Retirement FT	Nationwide	$ 2,987.58	$ -	$ 2,987.58
Employee / Employer	Nationwide Retirement PT	Nationwide	$ 1,484.10	$ 1,484.11	$ 2,968.21
Employee	Police Officer Dues	Dues	$ 1,442.77	$ -	$ 1,442.77
Employee	Teamsters Local 911	Dues	$ 396.00	$ -	$ 396.00
Employer	Vision Pre-Tax	Vision	$ -	$ 368.62	$ 368.62
			$52,797.08	**$81,227.16**	**$134,024.24**

City of Los Alamitos
CITY COUNCIL AGENDA REPORT

MEETING DATE: December 15, 2025 **ITEM NUMBER: 10A**

To: **Mayor Shelley Hasselbrink & Members of the City Council**

Presented By: **Craig Koehler, Director of Finance**

Subject: **Annual Comprehensive Financial Report for June 30, 2025**

SUMMARY

The fiscal year 2024-25 audit reports are presented for the Council's receipt and consideration.

RECOMMENDATION

Receive and file the fiscal year 2024-25 audit reports.

BACKGROUND

Each year an independent audit of the City is conducted in conformity with *generally accepted auditing standards* (GAAS). Those standards require that an independent Certified Public Accountant plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The auditor also expresses an opinion on the fairness of the presentation of the financial position and the results of operations of the government's basic financial statements in conformity with *generally accepted accounting principles* (GAAP).

DISCUSSION

The Government Finance Officers Association (GFOA) awarded the City a Certificate of Achievement for Excellence in Financial Reporting (ACFR) for its annual comprehensive financial report for the fiscal year ending June 30, 2024. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting. The award is valid for a period of one year only. Staff believes the current fiscal year 2024-25 ACFR continues to meet the award program’s requirements and will be submitted again to the GFOA. In connection with this year's audit, this is the first year under the new contract that Rogers, Anderson, Malody & Scott (RAMS) has audited the City's financial records. The report review included internal staff and additional reviews by the audit firm's partners.

The resulting audit report, Financial Statements - Annual Comprehensive Financial Report (ACFR), is attached, along with the accompanying letters: Auditor’s Management Comment Letter (GAGAS), Report on Internal Controls, Communication (SAAS 114), which includes the City Management's Representation Letter, and GANN Appropriations review.

Management Comment Letter (GAGAS)
2025-001 Excess Expenditures Beyond Appropriations
Management discussed this with the auditor and provided explanations for the variances.

Largely, these overages were due to additional authorized contractual expenditures that were not contemplated when the budget was originally prepared. In advance of this audit, an additional budgeting tool has already been implemented for FY 25-26, whereby a quarterly review of budget-to-actual expenditures is presented to the Council and departments to assist in tracking their respective departmental expenditures. Earlier detection of variances will be beneficial in monitoring department expenditures to avoid excess expenditures beyond appropriations and allow for more timely adjustments if additional appropriations are needed and warranted.

Report on Internal Controls (SAAS 114)
No findings.

GANN Appropriations Review
No findings.

FISCAL IMPACT

None.

Attachment:
1. Annual Comprehensive Financial Report - Fiscal Year Ended June 30, 2025
2. Report in Accordance with Government Auditing Standards (GAGAS)
3. Report on Internal Controls (SAAS 114)
4. GANN Appropriations Review

CITY OF
Los Alamitos
California

My City ❤ My Los Al

ANNUAL COMPREHENSIVE

FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2025

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City of Los Alamitos

Los Alamitos, California

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2025

Prepared by the
Finance Department of Los Alamitos

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CITY OF
Los Alamitos
California

3191 Katella Avenue
Los Alamitos, CA 90720-5600
Telephone: (562) 431-3538
FAX: (562) 493-1255
www.cityoflosalamitos.org

December 9, 2025

HONORABLE MAYOR, MEMBERS OF THE CITY COUNCIL, AND CITIZENS

I am pleased to submit the City of Los Alamitos, California's (the City) Annual Comprehensive Financial Report (ACFR) for the fiscal year ending June 30, 2025.

This report comprises management's representations regarding the City's finances. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). Because the costs of internal controls should not outweigh their benefits, internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements.

The City's financial statements have been audited by Rogers, Anderson, Malody & Scott, LLP, a certified public accounting firm. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion on the City's financial statements for the fiscal year ended June 30, 2025. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative, introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the Management's Discussion and Analysis (MD&A) and should be read in conjunction with it. The City of Los Alamitos' Management's Discussion and Analysis (MD&A) can be found immediately following the report of the independent auditors.

City of Los Alamitos Profile

The City of Los Alamitos, with a population of 11,988, spans 4.3 square miles and is located in the northwest part of Orange County. The City is strategically located in Southern California, 30 miles from downtown Los Angeles and 10 miles from Anaheim. The City is 10 miles northeast of the seaport terminal of Long Beach, and 13 miles northeast of the Port of Los Angeles. Neighboring communities include Long Beach, Seal Beach, Cypress, and Garden Grove.

The City of Los Alamitos is a Charter City and was incorporated on March 1, 1960. The City has a Council-Manager form of government. The City Council comprises five members elected biannually to four-year alternating terms. The City Council annually elects a Mayor from its members. The City Council appoints the City Manager, who is responsible for the day-to-day administration and management of City business within all City departments. The City of Los Alamitos employs a staff of forty-eight budgeted full-time employees. The City has contracts with Woodruff & Smart for city attorney services and Liebert Cassidy Whitmore for legal services related to labor and employment law.

The City of Los Alamitos provides many services, including police protection, construction and maintenance of streets and other infrastructure, public improvements, planning and zoning, economic development, recreational activities, cultural events, and general administrative and support services.

The annual budget serves as the foundation for the City's financial planning and control. The City Council holds public hearings and adopts an annual budget resolution for all funds. Adoption of the annual budget must occur before the end of the prior fiscal year. The City Council may modify appropriations with majority approval. The budgets are adopted and presented on a basis consistent with generally accepted accounting principles.

Changes in budget appropriations at the fund level during the year must be approved by the City Council. The legal level of expenditure is controlled at the department level, and appropriations lapse at the end of each fiscal year unless encumbered for re-appropriation by the City Council in the following fiscal year. The City Manager may, without Council approval, amend individual line items within any department and between divisions and programs in the personnel costs, maintenance and operations, capital outlay, and capital projects portions of the budget, provided that total appropriations for any fund are not increased.

Budget Overview/Economic Outlook

A conservative approach was used in preparing this year's biennial budget, which included information gathered from various sources, including HdL, Beacon Economics, and the U.S. Treasury. The new budget is like previous budget years, in that uncertainty exists in the economy and global markets. The addition of recent tariffs and the resulting tariff war have also added a layer of complexity to an already uncertain future.

The new tariff policies are more widespread and sweeping than we have seen before. Port cargo shipments have already slowed, which will result in lower inventory levels across the board, reduced selection for consumers, and may lead to higher prices. Despite these overriding concerns, the budget is structurally balanced and strategically positioned to weather any potential economic shifts. The City of Los Alamitos remains a model of fiscal strength and proactive governance. This budget reflects the stability Los Alamitos has built and the progress it intends to make.

The Fiscal Year 2025-26 annual operating budget is balanced with operating revenues of $29,112,751 and operating expenditures of $28,610,726, resulting in an estimated surplus of $502,025. This represents the fifth consecutive year the City has adopted a budget that includes a surplus. General fund balance reserves are projected to be $21,823,059 on June 30, 2026. The City Council reviews its Fund Balance Policy once the books have been closed for the prior year. The current reserve set aside includes $3.1 million for CalPERS reserves and $500,000 for other post-employment benefits (OPEB).

Long-Term Financial Planning and Major Initiatives

In addressing the City's Unfunded Accrued Pension Liability (UAL), the Council adopted Resolution 2022-23, PERS Unfunded Accrued Liability Pay-Down Funding Policy. The policy established additional discretionary payments (ADPs) of $260,000 annually, which are being applied to reduce the City's UAL. Additionally, the Council approved funding for the trust established with PARS at $50,000 per month. This funding is in addition to the already approved $260,000 annual ADP, which, combined with the trust funding, will accelerate the City's UAL paydown.

Future changes to UAL are somewhat uncertain, as CalPERS is currently conducting an experience study (ALM) that is scheduled to take effect on July 1, 2026. The 2021 study reflected changes in assumptions, including a reduced discount rate assumption from 7.0% to 6.8%, a reduced inflation rate assumption from 2.5% to 2.3%, an increased employee wage growth assumption from 2.75% to 2.80%, and other demographic changes, all of which affect the UAL.

The current 2025 Experience Study may reflect additional potential changes due to persistent inflation, which is exerting upward pressure on the Wage Growth Assumption (2.8%) and downward pressure on the discount rate assumption (6.8%). In addition, mortality rates were higher during the COVID period, and U.S. trends suggest a significant improvement in mortality. All of which will impact the UAL.

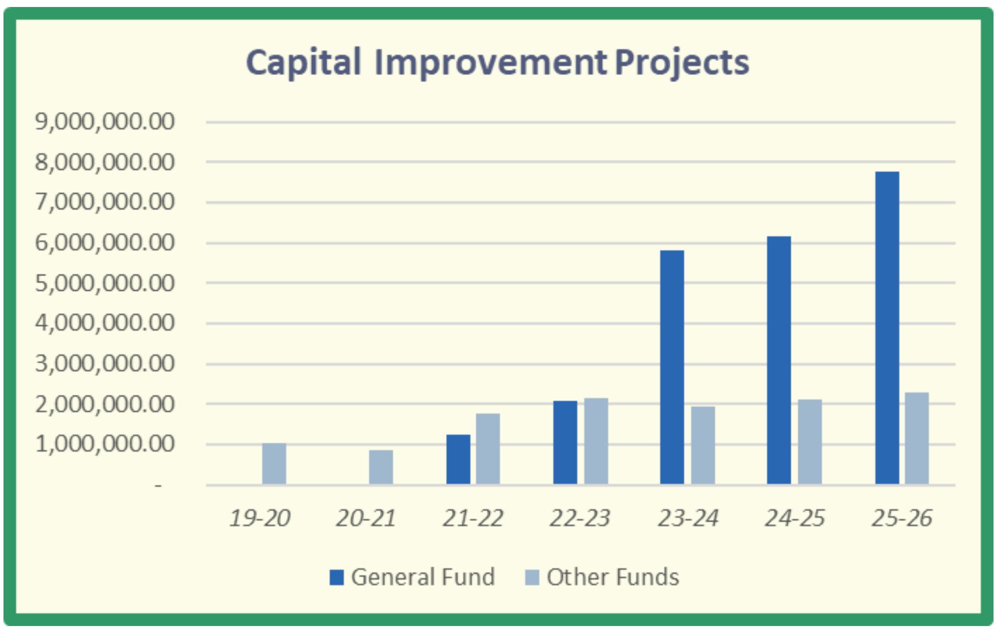
The adopted budget includes updates to the long-term financial model to provide a truer picture that reflects a healthy surplus going forward, as depicted below:

Long-Term Forecast

	1 Projection FY25-26	2 Estimate FY26-27	3 Estimate FY27-28	4 Estimate FY28-29	5 Estimate FY29-30
Revenues:					
Total Revenues	$ 29,112,751	$29,360,270	$ 29,656,454	$30,364,964	$30,135,337
Expenditures:					
Total Expenditures	28,610,726	28,944,271	29,114,799	29,954,321	29,600,805
Estimated Budget Surplus	**$ 502,025**	**$ 415,999**	**$ 541,655**	**$ 410,643**	**$ 534,531**

Capital Improvements

The Capital Improvement Program (CIP) comprises $3.8 million in multi-year (carryover) projects, which will be largely funded by the surplus from prior years and covered by maturing investments. The proposed CIP for FY25-26 is $10.0 million, of which $5.4 million is the General Fund. Funding will largely come from and, for the most part, align with investment maturity. In addition, projects totaling $2.1 million have been deferred to FY26-27. As shown below, is a six-year trend and projection of CIP, depicting funding from the General Fund vs. other funding sources.



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Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded the City a Certificate of Achievement for Excellence in Financial Reporting for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024. The City received this award for publishing an easily readable and efficiently organized ACFR that satisfied both GAAP and applicable legal requirements.

This award is valid for a period of one year only. We believe that our current ACFR continues to meet the Program's requirements, and we are submitting it to the GFOA again this year.

The preparation and publication of this report would not have been possible without the dedication, professionalism, and teamwork of the entire staff of the Finance Department. The City Council has continued to provide its support to the Finance Department in planning responsible and progressive financial operations. We would like to express our gratitude to the Budget Standing Committee, the Mayor, and the City Council for their ongoing support in upholding the highest standards of professionalism in managing the City's finances.

Respectfully submitted,

Craig Koehler

Craig Koehler
Finance Director, City Treasurer

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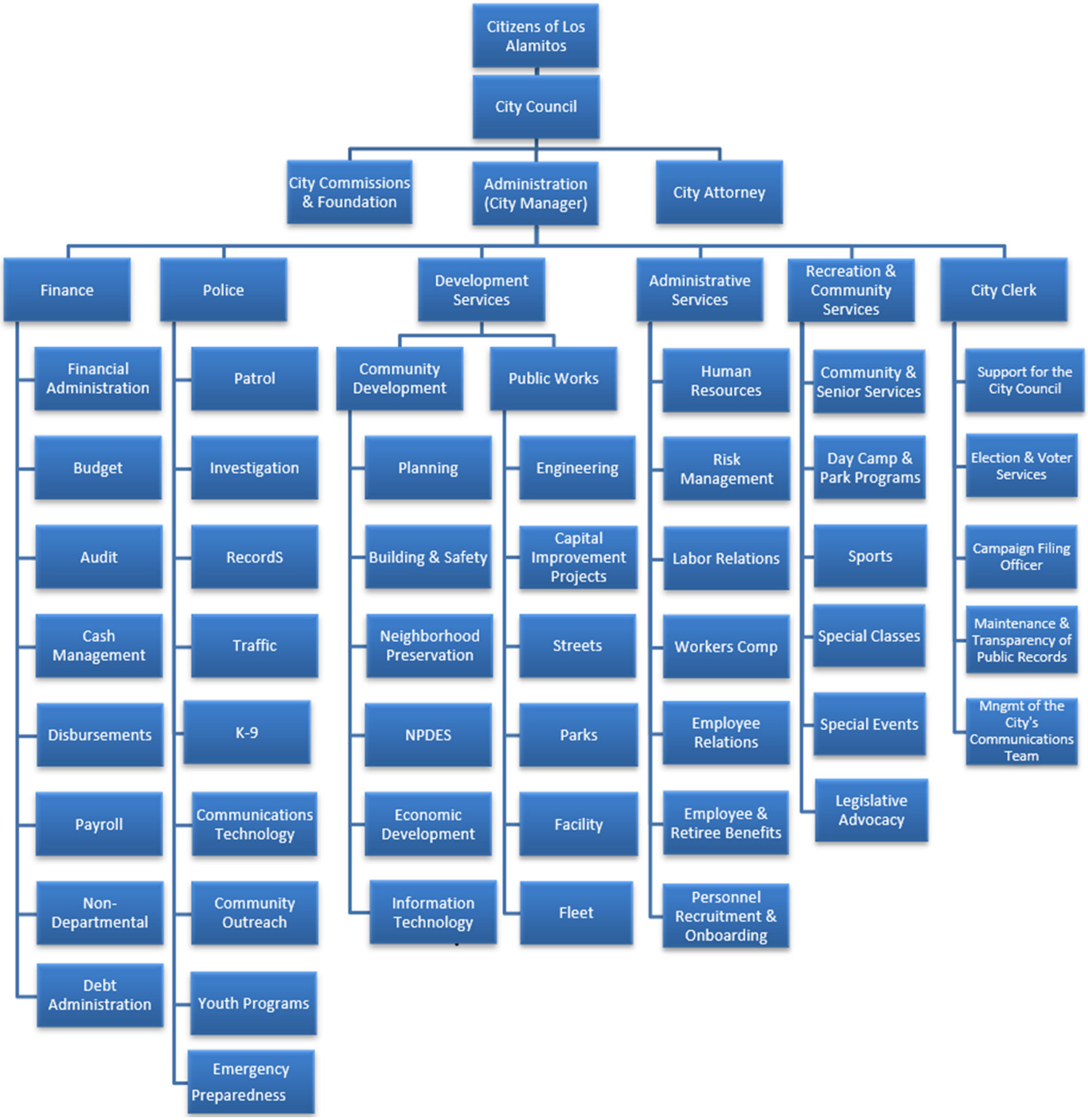
CITY OF LOS ALAMITOS
Organization Chart



List of Principal Officials

City Council

Mayor Shelley Hasselbrink
Mayor Pro Tem Tanya Doby
Council Member Emily Hibard
Council Member Gary Loe
Council Member Jordan Nefulda

Appointed Officials

City Manager *Chet Simmons*
City Attorney *Michael S. Daudt*
City Treasurer *Craig Koehler*
City Clerk *Windmera Quintanar*

Executive Management

Deputy City Manager/Development Services Director *Ron Noda*
Chief of Police *Michael Claborn*
Finance Director *Craig Koehler*
Recreation and Community Services Director/
Director of Intergovernmental Affairs *Emeline Noda*
Director of Communications *Windmera Quintanar*
Administrative Services Manager *Chelsi Wilson*

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Los Alamitos
California

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morrill

Executive Director/CEO

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Independent Auditor's Report

To the Honorable Mayor and Members of the City Council
City of Los Alamitos, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Los Alamitos (the City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States (*Government Auditing Standards)*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As described in Note 1 to the financial statements during the year ended June 30, 2025, the City adopted new accounting guidance under Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* and No. 102, *Certain Risk Disclosures.* Our opinions are not modified with respect to these matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and the nonmajor fund budgetary comparison schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report (ACFR). The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2025 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Rogers, Anderson, Malody & Scott, LLP.

San Bernardino, California
December 9, 2025

The management of the City of Los Alamitos ("City") offers readers of the City's financial statements this narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information that is provided in our letter of transmittal, which can be found in the introductory section of this report and with the City's financial statements. The presentation of the City's financial data in this analysis and statements will differ from the City's budget, in that the analysis and statements are required to follow the Generally Accepted Accounting Principles (GAAP), whereas the City's budget is an operational financial plan for the upcoming fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis provides an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and deferred outflows, and liabilities and deferred inflows, with the difference between being reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position is reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (government activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, community development, recreation and community services, and public works. The City has no business-type activities.

The Governmental Activities are presented on the accrual basis of accounting, a basis of accounting that differs from the modified accrual basis of accounting used in presenting governmental fund financial statements. Note 1 of the Notes to the Basic Financial Statements fully describe these bases of accounting.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains fifteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund. Data from the other fifteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds are provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary funds. Proprietary funds are used to account for activities where the City needs to show the full costs of providing the services, including depreciation. The City maintains seven internal service funds.

The City uses internal service funds to account for its self-insured insurance programs, fleet of vehicles, equipment, technology upgrades and replacements and other capital related activities. Because these services benefit governmental functions, they have been included within governmental activities in the government-wide financial statements. Internal service funds are presented as proprietary funds because internal service funds follow the accrual basis of accounting.

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

Combining statements. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes.

Government-wide Financial Analysis

The tables below focus on the net position and changes in net position of the City's governmental activities.

CITY OF LOS ALAMITOS
Net Position
As of June 30,

	Governmental Activities	
	2025	2024
Current and other assets	$ 24,184,689	$ 29,710,756
Capital assets	32,671,129	26,231,544
Total assets	56,855,818	55,942,300
Deferred outflows of resources	9,608,991	11,371,719
Current liabilities	5,342,531	5,283,678
Noncurrent liabilities:		
Long-term debt	4,686,950	4,011,952
Total pension liability	26,746,392	27,303,254
Total OPEB liability	5,444,165	6,032,116
Total liabilities	42,220,038	42,631,000
Deferred inflows of resources	3,719,402	3,283,092
Net position:		
Net investment in capital assets	28,543,724	22,099,089
Restricted	2,828,421	2,434,219
Unrestricted	(10,846,776)	(3,133,381)
Total net position	$ 20,525,369	$ 21,399,927

The City's assets and deferred outflows exceeded liabilities and deferred inflows by $20,525,369 as of June 30, 2025, a decrease of $874,558 from June 30, 2024.

The largest portion of the City's net position reflects its investment in capital assets (i.e., land, buildings, machinery, equipment and infrastructure), net of any related debt that is still outstanding used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Unrestricted net position had a deficit balance of $10,846,776 million as of June 30, 2025, which relates to the City's net pension liability and OPEB liability.

The City has set aside $2.5 million for its unfunded pension liability and $600,000 for its OPEB liability. However, funding commenced in FY 24/25 towards the unfunded pension liability since these funds are held in an irrevocable trust the net pension liability has been reduced to account for these funds that have been set aside. A condensed summary of activities for the period ended June 30, 2025, and the prior fiscal year is illustrated in the table below.

CITY OF LOS ALAMITOS
Changes in Net Position
For the Year Ended June 30,

	Governmental Activities	
	2025	2024
Revenues		
Program revenues:		
Charges for services	$ 2,828,099	$ 2,893,686
Operating grants and contributions	1,569,746	1,824,455
Capital grants and contributions	364,091	374,517
General revenues:		
Taxes:		
Property taxes, levied for general purpose	5,644,751	5,301,333
Utility users tax	2,570,089	2,830,000
Transit occupancy tax	581,033	598,038
Sales taxes	9,987,261	9,631,764
Franchise fees	849,535	881,552
Business license tax	1,049,189	1,141,082
Other taxes	825,787	803,180
Investment income	1,263,248	1,243,392
Other	(32,638)	131,318
Total revenues	27,500,191	27,654,317
Expenses		
General government	6,687,864	4,683,829
Public safety	11,777,288	10,760,234
Community development	4,398,067	2,575,580
Recreation and community services	3,894,564	3,227,871
Public works	1,377,616	2,305,517
Interest on long-term debt	239,350	191,281
Total expenditures	28,374,749	23,744,312
Change in net position	(874,558)	3,910,005
Net position, beginning, as restated	21,399,927	17,489,922
Net position, ending	$ 20,525,369	$ 21,399,927

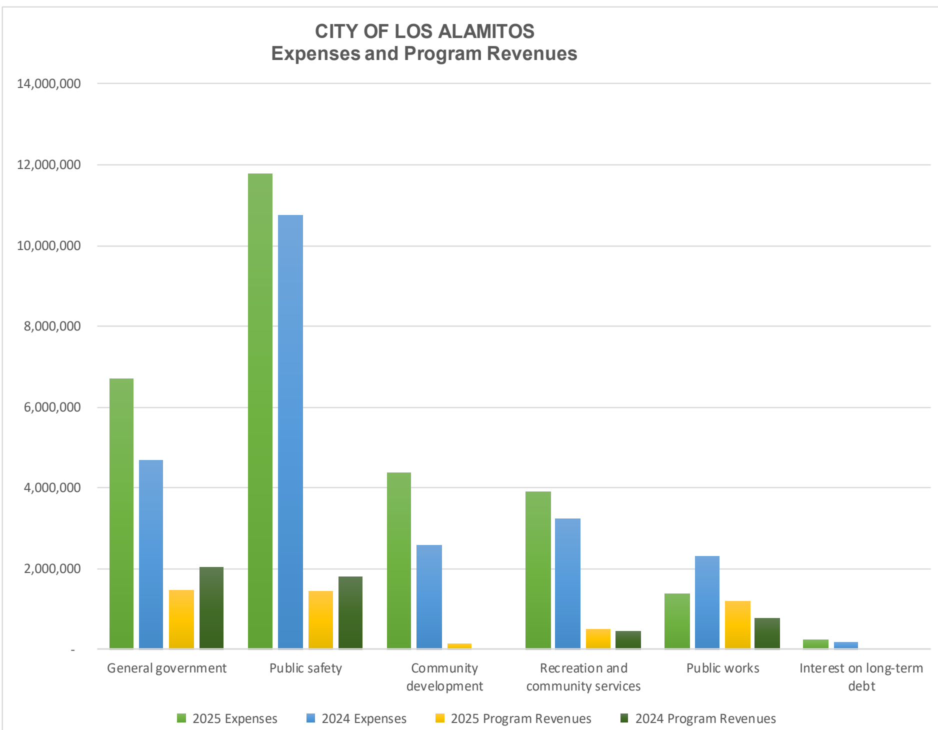
Governmental Activities. Governmental activities decreased the City's net position by $874,558 compared to a net increase of $3,601,475 in the prior year. Key elements of this year's activity in relation to the prior year are as follows:

Revenues

While variances between years exist for the various revenue categories, the total net decrease was $154,126, which is largely attributable to the reduction in the utility users' tax based on economic factors predicting slow growth and potential inflation, which may affect revenue.

Expenses

Although variances between years exist for the various expense functions, the total net increase was $4,630,437. Increased expenses were recognized by the General Government, Public Safety, interest, and Recreation and Community Services due to an increase in staffing and community projects to the City. The table below presents the cost of each of the City's six largest programs-general government, public safety, community development, recreation and community services, public works, interest and fiscal charges as well as their respective program revenues.



See the Statement of Activities for further detail on program revenues and general revenues.

FINANCIAL ANALYSIS OF THE CITY'S MAJOR FUNDS

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balance of $22,413,580, a decrease of $3,465,686 (15%) from the prior fiscal year's balance. Of this amount, $3,405,323 or 15% of fund balance is constrained by the City's intent to utilize fund balance for specific purposes, which is reported within the fund balance classification assigned. Additionally, $2,828,421 or 13% of fund balance is restricted, which represents the portion of fund balance that is subject to externally enforceable limitations by law, enabling legislation or limitations imposed by creditors or grantors.

The fund balance of the City's General Fund decreased by $3,818,727 during the fiscal year compared to a $2,637,389 increase in the prior year. The decrease in the current year is primarily attributable to the increase in capital projects.

Other governmental funds realized an increase in fund balance of $353,041. While variances between years exist for the various nonmajor governmental funds, the net increase was primarily attributable to an increase in funding for Measure M and State Gas Tax, in other restricted amounts.

General Fund Budgetary Highlights

Actual revenues were $1,628,026 more than the final budgeted amount, which is primarily due to increased taxes, fines, forfeitures, and investment earnings. The expenditures for the General Fund at fiscal year-end were $314,934 less than the final budgeted expenditures, which is primarily due to a decrease in Recreation and Community Services resulting from lower program costs.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At the end of Fiscal Year 2024-25, the City had $32.7 million invested in capital assets, including land, buildings, infrastructure, equipment, and right-to-use assets. This amount represents a net increase of $6,439,585, primarily due to increases in vehicles, buildings, and improvements, as well as infrastructure and construction in progress.

CITY OF LOS ALAMITOS		
City of Los Alamitos Capital Assets Net of Depreciation		
	Governmental Activities	
	2025	2024
Land	$ 5,917,715	$ 5,917,715
Buildings and improvements	5,063,909	759,937
Right-to-use assets - buildings	88,923	222,306
Infrastructure	15,532,574	13,711,675
Equipment	1,004,937	1,213,627
Right-to-use assets - equipment	112,578	143,995
Right-to-use assets - subscriptions	116,697	-
Vehicles	110,340	280,131
Right-to-use assets - vehicles	555,723	347,656
Construction in progress	4,167,733	3,634,502
Totals	$ 32,671,129	$ 26,231,544

More detail on the City's capital assets can be found in Note 5 to the financial statements of this report.

Long-term liabilities. At the end of fiscal year 2024-25, the City had $5.5 million in long-term liabilities which includes outstanding bond indebtedness of $3.1 million along with leases payable, claims payable and compensated absences. The net increase of $830,810 over the prior year is primarily due to a net increase in lease payables – police vehicles and compensated absences.

CITY OF LOS ALAMITOS		
City of Los Alamitos Long-Term Liabilities		
	Governmental Activities	
	2025	2024
2015 Certificates of participation	$ 3,077,065	$ 3,171,417
Leases payable - police vehicles	608,640	382,407
Leases payable - warehouse	93,956	229,558
Leases payable - cameras	96,370	127,070
Subscriptions payable	86,329	-
Claims payable	451,904	167,920
Compensated absences	1,109,591	614,673
Total liabilities	$ 5,523,855	$ 4,693,045

More detail on the City's long-term debt can be found in Notes 6, 7 and 11 to the financial statements of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

A conservative approach was used in preparing this year's biennial budget, which included information gathered from various sources, including HdL, Beacon Economics, and the U.S. Treasury. According to economists at UCLA School of Management, the forecast is for slow growth for the next few years, tempered by inflation and additional interest rate moves by the U.S. Treasury. Other factors remain in play, including the addition of tariffs and the resulting tariff war, which may result in lower inventories, less selection for consumers, and higher prices.

Despite these overriding concerns, the budget is structurally balanced and strategically positioned to weather any potential economic shifts. The City of Los Alamitos remains a model of fiscal strength and proactive governance. This budget reflects the stability Los Alamitos has built and the progress it intends to make.

On May 19, 2025, the 2025-26 City Budget was adopted. The annual operating budget is balanced, with operating revenues of $29,112,751 and operating expenditures of $28,610,726, resulting in an estimated surplus of $502,025. The City Council reviews its Fund Balance Policy once the books have been closed for the prior year. The current reserve includes $2,500,000 for CalPERS reserves and $600,000 for other post-employment benefits (OPEB).

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide the City of Los Alamitos citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to illustrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City's Finance Department at the City of Los Alamitos, 3191 Katella Avenue, Los Alamitos, California, 90720, (562) 431-3538.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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Statement of Net Position
June 30, 2025

	Governmental Activities
ASSETS	
Current assets:	
Cash and investments (Note 3)	$ 20,131,704
Receivables	
Accounts	157,109
Due from employees	577
Due from other governments	2,882,880
Prepaid costs	45,500
Cash and investments - restricted (Note 3)	966,919
Total Current Assets	24,184,689
Noncurrent assets:	
Capital assets: (Note 5)	
Non-depreciable	10,085,448
Depreciable, net	22,585,681
Total Capital Assets	32,671,129
Total Noncurrent Assets	32,671,129
Total Assets	56,855,818
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding	84,863
Pension related (Note 8)	8,092,521
OPEB related (Note 9)	1,431,607
Total Deferred Outflows of Resources	9,608,991

The accompanying notes are an integral part of these financial statements.

Statement of Net Position, (Continued)
June 30, 2025

	Governmental Activities
LIABILITIES	
Current liabilities:	
Accounts payable	$ 1,523,899
Accrued liabilities	863,386
Accrued interest	29,921
Unearned revenue	1,714,624
Deposits payable	82,086
Compensated absences, due within one year (Note 6)	357,318
Bonds payable, due within one year (Note 7)	95,000
Leases and subscription payable, due within one year (Note 7)	335,657
Claims payable, due within one year (Note 11)	48,930
Total OPEB liability, due within one year (Note 9)	291,710
Total Current Liabilities	5,342,531
Noncurrent liabilities:	
Compensated absences (Note 6)	752,273
Bonds payable (Note 7)	2,982,065
Leases and subscription payable (Note 7)	549,638
Claims payable (Note 11)	402,974
Net pension liability (Note 8)	26,746,392
Total OPEB liability (Note 9)	5,444,165
Total Noncurrent Liabilities	36,877,507
Total Liabilities	42,220,038
DEFERRED INFLOWS OF RESOURCES	
Pension related (Note 8)	1,722,060
OPEB related (Note 9)	1,997,342
Total Deferred Inflows of Resources	3,719,402
NET POSITION	
Net investment in capital assets	28,543,724
Restricted for:	
Transportation	895,853
Cable television	93,006
Public safety	647,463
Community development	189,387
Air quality	213,615
Parks	789,097
Total Restricted	2,828,421
Unrestricted (deficit)	(10,846,776)
Total Net Position	$ 20,525,369

The accompanying notes are an integral part of these financial statements.

Statement of Activities
For the Year Ended June 30, 2025

		Program Revenues			
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Program Revenue
Governmental activities:					
General government	$ 6,687,864	$ 1,444,944	$ 18,803	$ -	$ 1,463,747
Public safety	11,777,288	860,429	587,497	-	1,447,926
Community development	4,398,067	10,044	138,389	-	148,433
Recreation and community services	3,894,564	512,645	-	-	512,645
Public works	1,377,616	37	825,057	364,091	1,189,185
Interest on long-term debt	239,350	-	-	-	-
Total Governmental Activities	$ 28,374,749	$ 2,828,099	$ 1,569,746	$ 364,091	$ 4,761,936

The accompanying notes are an integral part of these financial statements.

Statement of Activities, (Continued)
For the Year Ended June 30, 2025

Functions/Programs	Net (Expense) Revenue and Changes in Net Position
Governmental activities:	
General government	$ (5,224,117)
Public safety	(10,329,362)
Community development	(4,249,634)
Recreation and community services	(3,381,919)
Public works	(188,431)
Interest on long-term debt	(239,350)
Total Governmental Activities	(23,612,813)
General revenues:	
Taxes:	
Property taxes, levied for general purpose	5,644,751
Utility users tax	2,570,089
Transient occupancy tax	581,033
Sales taxes	9,987,261
Franchise fees	849,535
Business license taxes	1,049,189
Other taxes	825,787
Total Taxes	21,507,645
Investment earnings	1,263,248
Other	(32,638)
Total General Revenues	22,738,255
Change in Net Position	(874,558)
Net Position, Beginning of Year, as Previously Reported	21,091,397
Restatement for correction of an error	308,530
Net Position, Beginning of Year, as Restated	21,399,927
Net Position, End of Year	$ 20,525,369

The accompanying note are an integral part of these financial statements.

FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements
Proprietary Fund Financial Statements

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GOVERNMENTAL FUND FINANCIAL STATEMENTS

The Governmental Funds of the City are as follows:

General Fund - The General Fund accounts for all revenues and expenditures used to finance the traditional services associated with a municipal government which are not accounted for in the other funds. These services include general government, safety, community development, recreation and community services, and public works.

Nonmajor Governmental Funds – Nonmajor Governmental Funds is the aggregate of all the Nonmajor Governmental Funds.

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Balance Sheet
Governmental Funds
June 30, 2025

	General	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and investments (Note 3)	$ 16,468,837	$ 3,643,696	$ 20,112,533
Receivables:			
Accounts	147,729	-	147,729
Due from employees	577	-	577
Due from other governments	2,581,043	301,837	2,882,880
Prepaid costs	45,500	-	45,500
Due from other funds	2,559,421	-	2,559,421
Cash and investments - restricted (Note 3)	966,646	273	966,919
Total Assets	$ 22,769,753	$ 3,945,806	$ 26,715,559
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 1,354,423	$ 77,460	$ 1,431,883
Accrued liabilities	863,386	-	863,386
Unearned revenues	1,577,845	136,779	1,714,624
Deposits payable	82,077	9	82,086
Due to other funds	-	210,000	210,000
Total Liabilities	3,877,731	424,248	4,301,979
Fund Balances: (Note 13)			
Nonspendable	46,077	-	46,077
Restricted	-	2,828,421	2,828,421
Committed	1,582,719	287,814	1,870,533
Assigned	3,000,000	405,323	3,405,323
Unassigned (deficit)	14,263,226	-	14,263,226
Total Fund Balances	18,892,022	3,521,558	22,413,580
Total Liabilities and Fund Balances	$ 22,769,753	$ 3,945,806	$ 26,715,559

The accompanying notes are an integral part of these financial statements.

Reconciliation of the Governmental Funds Balance Sheet to the Government-wide Statement of Net Position
June 30, 2025

Total fund balances - governmental funds		$ 22,413,580
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet.		
Nondepreciable	$ 10,085,448	
Depreciable, net of Internal Service Fund of $1,478,474	21,107,207	
Total Capital Assets		31,192,655
Internal Service Funds are used by management to charge garage costs; technology replacement costs; police capital expenditures; facilities, street, parks, and pool capital expenditures; and self-insurance costs to individual funds. The assets and liabilities of the Internal Service Funds were included in the governmental activities in the Government-wide Statement of Net Position.		
Total Internal Service Funds		(2,178,934)
Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position:		
Bonds payable	(2,985,000)	
Interest payable, net of Internal Service Fund of $1,279	(28,642)	
Unamortized bond premium	(92,065)	
Leases payable - warehouse	(93,956)	
Deferred charge on refunding	84,863	
Compensated absences	(1,109,591)	(4,224,391)
Deferred amounts relates to pension not available for current expenditures and are not reported in the governmental fund financial statements:		
Pension related deferred outflows of resources	8,092,521	
Pension related deferred inflows of resources	(1,722,060)	6,370,461
Total pension liability is not due and payable in the current period and therefore is not reported in the governmental funds.		(26,746,392)
Deferred amounts relates to other postemployment benefits not available for current expenditures and are not reported in the governmental fund financial statements:		
OPEB related deferred outflows of resources	1,431,607	
OPEB related deferred inflows of resources	(1,997,342)	(565,735)
Total OPEB liability is not due and payable in the current period and therefore is not reported in the governmental funds.		(5,735,875)
Net Position of Governmental Activities		$ 20,525,369

The accompanying notes are an integral part of these financial statements.

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	$ 20,684,637	$ 820,401	$ 21,505,038
Licenses and permits	779,895	-	779,895
Intergovernmental	56,581	1,043,857	1,100,438
Charges for services	924,660	-	924,660
Investment earnings	1,150,641	112,607	1,263,248
Fines and forfeitures	1,525,672	48,749	1,574,421
Program revenues	-	342,832	342,832
Miscellaneous	136,773	20,793	157,566
Total Revenues	25,258,859	2,389,239	27,648,098
EXPENDITURES			
Current:			
General government	5,557,583	-	5,557,583
Public safety	8,687,897	-	8,687,897
Community development	3,831,121	-	3,831,121
Recreation and community services	3,153,125	-	3,153,125
Public works	4,471,257	-	4,471,257
Capital outlay	1,286,133	1,607,923	2,894,056
Debt service:			
Principal	135,602	90,000	225,602
Interest and fiscal charges	8,398	118,275	126,673
Total Expenditures	27,131,116	1,816,198	28,947,314
Revenues Over (Under) Expenditures	(1,872,257)	573,041	(1,299,216)
OTHER FINANCING SOURCES (USES)			
Transfers in (Note 4)	425,000	205,000	630,000
Transfers out (Note 4)	(2,680,000)	(425,000)	(3,105,000)
Total Other Financing Sources (Uses)	(2,255,000)	(220,000)	(2,475,000)
Net Change in Fund Balances	(4,127,257)	353,041	(3,774,216)
Fund Balances, Beginning of Year, as Previously Reported	22,710,749	3,168,517	25,879,266
Restatement for correction of an error	308,530	-	308,530
Fund Balances, Beginning of Year, as Restated	23,019,279	3,168,517	26,187,796
Fund Balances, End of Year	$ 18,892,022	$ 3,521,558	$ 22,413,580

The accompanying notes are an integral part of these financial statements.

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Government-wide Statement of Net Activities
For the Year Ended June 30, 2025

Net Change in Fund Balances - Total Governmental Funds		$(3,774,216)
Governmental activities in the Statement of Activities were reported differently because:		
Governmental Funds report capital outlay as expenditures. However, in the Government-wide Statement of Activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense. The amount of capital assets recorded in the current period is listed below.		
Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet.		
Total capital outlay expenditures reported in governmental funds	$ 2,894,056	
Plus: repair and maintenance expenditures capitalized	4,192,655	
Total Capital Outlay		7,086,711
Depreciation expense of capital assets is reported in the Government-wide Statement of Activities, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditures in the governmental funds except for the Internal Service fund amount listed below.		
Total depreciation reported in Government-wide Statement of Activities	(1,064,151)	
Less: depreciation reported in the Internal Service Fund	379,856	
Total		(684,295)
Certain pension expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(787,803)
Certain other post-employment benefit expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(285,502)
Compensated absences were reported in the Government-wide Statement of Activities, but they did not require the use of current financial resources. Therefore, compensated absences were not reported as expenditures in the governmental funds.		(494,918)
The issuance of long-term debt provides current financial resources to governmental funds. However, the repayment reduces long-term liabilities in the governmental activities Statement of Net Position.		225,602
Amortization of deferred charge on refunding and bond premium do not use current financial resources and therefore not reported as expenditures in the governmental funds.		4,352
Accrued interest for long term liabilities. This is the net change in accrued interest for the current period		1,125
Internal Service Funds are used by management to charge garage costs; technology replacement		(2,165,614)
Change in Net Position of Governmental Activities		$ (874,558)

The accompanying notes are an integral part of these financial statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

Internal Service Funds - To account for the costs associated with the City's insurance, for funding equipment replacement, and fleet maintenance.

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City of Los Alamitos

Statement of Net Position
Proprietary Funds
June 30, 2025

	Governmental Activities
	Internal Service Funds
ASSETS	
Current Assets:	
Cash and investments (Note 3)	$ 19,171
Accounts receivable	9,380
Total Current Assets	28,551
Noncurrent Assets:	
Capital assets - net of accumulated depreciation (Note 5)	1,478,474
Total Noncurrent Assets	1,478,474
Total Assets	1,507,025
LIABILITIES	
Current Liabilities:	
Accounts payable	92,016
Accrued interest	1,279
Due to other funds	2,349,421
Claims and judgements	48,930
Lease and subscription payable (Note 7)	241,701
Total Current Liabilities	2,733,347
Long-term Liabilities:	
Claims and judgements	402,974
Lease and subscription payable (Note 7)	549,638
Total Long-term Liabilities	952,612
Total Liabilities	3,685,959
NET POSITION (DEFICIT)	
Net investment in capital assets	687,135
Unrestricted	(2,866,069)
Total Net Position	$ (2,178,934)

The accompanying notes are an integral part of these financial statements.

Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	Governmental Activities
	Internal Service Funds
OPERATING REVENUES	
Miscellaneous	$ 80,077
Total Operating Revenues	80,077
OPERATING EXPENSES	
Supplies and materials	575,354
Outside services	2,020,929
Claims expense	1,478,491
Depreciation	379,856
Total Operating Expenses	4,454,630
Operating Income (Loss)	(4,374,553)
NON-OPERATING REVENUES (EXPENSES)	
Loss on disposal of capital assets	(147,907)
Interest expense	(118,154)
Total Non-Operating Revenues (Expenses)	(266,061)
Income (Loss) Before Transfers	(4,640,614)
TRANSFERS	
Transfers in (Note 4)	2,475,000
Total Transfers	2,475,000
Change in Net Position	(2,165,614)
Net Position (Deficit), Beginning of Year	(13,320)
Net Position (Deficit), End of Year	$ (2,178,934)

The accompanying notes are an integral part of these financial statements.

Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025

	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Payments to suppliers and service providers	$ (4,004,967)
Cash received from (payments to) others	1,583,779
Net Cash Used for Operating Activities	(2,421,188)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Transfers in	2,475,000
Net borrowings (repayments) to other funds	309,223
Net Cash Provided by Non-Capital Financing Activities	2,784,223
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition and construction of capital assets	(92,539)
Proceeds from sale of capital assets	15,535
Principal paid on leases payable	(206,066)
Interest paid on leases payable	(118,154)
Net Cash Used for Capital and Related Financing Activities	(401,224)
Net decrease in cash and cash equivalents	(38,189)
Cash and equivalents, beginning of year	57,360
Cash and equivalents, end of year	$ 19,171
RECONCILIATION OF OPERATING LOSS TO NET CASH USED FOR OPERATING ACTIVITIES	
Operating loss	$ (4,374,553)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities:	
Depreciation	379,856
Changes in operating assets and liabilities:	
(Increase) decrease in accounts receivable	1,503,702
Increase (decrease) in accounts payable	(214,177)
Increase (decrease) in claims and judgements	283,984
Total Adjustments	1,953,365
Net Cash Used for Operating Activities	$ (2,421,188)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES	
Lease liability	$ 487,928
Lease acquisition	(487,928)

The accompanying notes are an integral part of these financial statements.

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NOTES TO THE BASIC FINANCIAL STATEMENTS

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Los Alamitos, California, (the "City") have been prepared in conformity with accounting principles generally accepted in the United States ("U.S. GAAP") as applied to governmental agencies. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the City's significant policies:

A) Financial Reporting Entity

The City was incorporated on March 1, 1960. The Charter of the City of Los Alamitos was adopted by a vote of the people in September 1966, and the City enjoys all rights and privileges pertaining to such "Charter Law" cities.

The financial statements include the financial activities of the City, the primary government, and its blended component unit, the Los Alamitos Public Financing Corporation (the Corporation). The component unit, discussed below, is included in the City's reporting entity because of the significance of its operational and financial relationship with the City. This entity is legally separate from the City. However, the City's elected officials have continuing accountability for fiscal matters of this entity.

An organization is fiscally dependent on the primary government if it is unable to adopt its budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government. In a blended presentation, a component unit's balances and transactions are reported in a manner similar to the balances and transactions of the City. Component units are presented on a blended basis when the component unit's governing body is substantially the same as the City's or the component unit provides services almost entirely to the City.

Management determined that the following entities should be reported as blended component units based on the criteria above. Each blended component unit has a June 30 year-end, has a governing board that is substantially the same as the City's, there is a financial benefit or burden relationship between the City and the blended component unit, and the City is financially accountable for each of the blended component units.

<u>The Los Alamitos Public Facilities Corporation</u> – The Corporation was formed February 6, 2006, pursuant to the Non-Profit Corporation Law of the State of California for the purpose of assisting the City in financing the acquisition, construction, and improvement for public benefit within the City limits. The Corporation is governed by a five-member board that is the City Council of the City of Los Alamitos. Separate financial statements are not prepared.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

B) Basis of Accounting and Measurement Focus

The City's basic financial statements consist of government-wide statements, including the Statement of Net Position and the Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the City and the Corporation. Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard to interfund activities, payables, and receivables.

The Statement of Net Position presents the financial position of the governmental activities of the City and its component unit and the Statement of Activities reports expenses of each specific governmental function, offset by program revenues attributable to each functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity.

Program revenues that are attributable to functional programs are separated into three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Charges for services report fees and other charges to users of the City's services, operating grants, and contributions finance annual operating activities and can include restricted investment income, and capital grants and contributions fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restriction to these program uses. Other revenues sources not included with program revenues are reported as general revenues of the City. These can include taxes or unrestricted investment income.

Fund Financial Statements

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues, and expenditures or expenses as appropriate. The City uses two categories of funds: governmental and proprietary.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

B) Basis of Accounting and Measurement Focus, (Continued)

The City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at a more detailed level. Individual governmental fund identified as being Major, as prescribed by governmental accounting standards or by Management of the City, are reported in separate columns on the financial statements.

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balance of the current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City reports the difference between its governmental fund assets and its liabilities and deferred inflows of resources as fund balance.

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures, and Changes in Fund Balances for all major governmental funds and other governmental funds aggregated. Accompanying reconciliations are presented to explain the differences in fund balance as presented in these statements to the net position presented in the government-wide financial statements.

The funds designated as major funds are determined by a mathematical calculation consistent with GASB Statement No. 34 or are elected by Management of the City based on Management's belief that the presentation of the funds are particularly important to financial statement users for reasons including public interest or consistency of reporting. The City reports the following major governmental funds:

- The General Fund is used to account for all of the general operations and other financial transactions of the City, which are not accounted for by another fund.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

B) Basis of Accounting and Measurement Focus, (Continued)

Additionally, the City reports the following fund types:

- The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than for debt service or capital projects) that are restricted by law or administrative action or committed to expenditures for specified purposes.
- The Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned for the acquisition or construction of major capital facilities, other than those financed by Internal Service Funds.
- The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned for the payment of, long-term debt principal, interest, and related costs for the 2006 Certificates of Participation (Laurel Park Acquisition).

Proprietary Funds

Proprietary funds are used to account for ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. The reporting focus on the determination of operating income, changes in net position, financial position, and cash flows. The City's proprietary funds are classified as internal service funds.

- The Internal Service Funds are used to account for interdepartmental operations where it is the stated intent that costs of providing services to the departments of the City on a continuing basis be financed or recovered primarily by charges to the user departments. The City's internal service funds are used to account for its self-insured insurance programs, fleet of vehicles, equipment, technology upgrades, and replacements and other capital related activities.

Government-Wide Financial Statements

The government-wide financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets, infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. All internal balances and transactions have been eliminated from their respective statements to avoid over reporting relating assets, liabilities, revenues, and expenses, except for internal service fund charges provided and used.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

B) Basis of Accounting and Measurement Focus, (Continued)

Financial Statements

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current position. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Like the government-wide statements, all proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, the governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows of resources, and in the presentation of expenses versus expenditures.

Revenue – Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, the availability is defined within 60 days of year-end.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

B) Basis of Accounting and Measurement Focus, (Continued)

Revenue – Non-Exchange Transactions

Non-exchange transactions in which the City receives value without directly giving equal value in return, includes sales taxes, property taxes, grants and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Major revenue sources susceptible to accrual include property tax, sales tax, utility users tax, franchise Tax, and licenses. On a modified accrual basis, revenue from non-exchange transaction also must be available (generally 60 days after year-end) before it can be recognized in the governmental funds. However, the City has adopted a 12-month recognition period for grant revenues.

Unavailable Revenue

Unavailable revenue, presented under deferred inflows of resources, arise when potential revenues do not meet both the measurable and available criteria for recognition in the current period. In subsequent periods when both revenue recognition criteria are met, the deferred inflow is removed from the balance sheet and revenue is recognized.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria listed above have been satisfied. In subsequent periods when the government has a legal claim to the resources, the unearned revenue is removed from the balance sheet and revenue is recognized.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

B) Basis of Accounting and Measurement Focus, (Continued)

Proprietary Funds Operating and Non-Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

C) Cash, Cash Equivalents, and Investments

Cash Management

The City pools cash resources of its various funds to facilitate cash management. Cash in excess of current requirements is invested and reported as investments. It is the City's intent to hold investments until maturity. However, the City may, in response to market conditions, sell investments prior to maturity in order to improve the quality, liquidity or yield of the portfolio. Interest earnings are apportioned among funds based on ending accounting period cash and investment balances.

Investments Valuation

In accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

State Investment Pool

The City participates in the Local Agency Investment Fund (LAIF), an investment pool managed by the State of California. LAIF has invested a portion of the pool funds in structured notes and asset-backed securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these structured notes and asset-backed securities are subject to market risk as a result of changes in interest rates.

Cash Equivalents and Cash Flows

For purposes of the statement of cash flows, the City considered all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. All cash and investments of the proprietary fund types are pooled with the City's pooled cash and investments.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

D) Internal Receivable and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e. the current portion of interfund loans) or “interfund advances receivable/payable” (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Advances between funds, as reported in the fund financial statements, are presented as nonspendable in fund balances to indicate that they are not in a spendable form.

E) Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items is recorded as an expenditure/expense when consumed.

F) Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $10,000 and an estimated useful life in excess of two years, except for computer software and hardware and infrastructure assets which have a capitalization threshold of $20,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed (except for intangible right-to-use assts), the measurement of which is discussed thereafter. Donated capital assets are recorded at acquisition value at the date of acquisition. As permitted under GASB Statement No. 34 for small governmental entities, the City has elected to report infrastructure assets prospectively beginning July 1, 2003.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Property, plant, and equipment of the primary government, as well as the component unit, are depreciated using the straight-line method over the following estimated useful lives:

Capital Asset Classes	Lives
Equipment	5-10 years
Vehicles	3-15 years
Furniture	7 years
Buildings	50 years
Improvements	5-20 years
Infrastructure	50 years

Right-to-use lease and subscription assets are amortized over the life of the associated contract using the straight-line method.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

G) Compensated Absences Payable

Under certain circumstances and according to the negotiated labor agreements, employees of the City are allowed to accumulate annual leave. This amount is accrued in the government-wide and proprietary fund statements. Refer to Note 6 for additional information.

H) Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities.

In accordance with GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, debt issuance costs except for any portion related to prepaid insurance are recognized as expense in the period incurred.

I) Claims and Judgments

The City records a liability for claims, judgments, and litigation when it is probable that an asset has been impaired, or a liability has been incurred prior to fiscal year-end and the probable amount of loss (net of any insurance coverage) can be reasonably estimated.

The City is exposed to various risks of losses related to torts; theft of, damages to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City currently reports all of its risk management activities in its General Fund. Claims expenditures and liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. These losses include an estimate of claims that have been incurred, but not reported.

It is the City's policy to liquidate claims and judgments existing at June 30, with future resources. Accordingly, the liabilities are recorded in the Statement of Net Position. These noncurrent amounts will be recorded as fund expenditures in the fiscal year in which they are paid or become due on demand.

J) Deferred Outflows and Inflows of Resources

In addition to assets, the statements of net position and the governmental funds balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The City has two items which qualify for reporting in this category.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

J) Deferred Outflows and Inflows of Resources, (Continued)

Deferred pension related items relate to the net pension obligation reported in the statement of net position. These outflows are the results of *contributions made after the measurement date*, which are recognized in the following year, and consist of *adjustments due to differences in proportions, changes in assumptions*, and *differences between expected and actual experiences*, which are deferred and amortized over the expected average remaining lifetime. Additionally, the *net difference between projected and actual earnings on pension plan investments* is reported and amortized over 5 years. Deferred outflows from changes in net pension liability arise only under a full accrual basis of accounting and are reported in the government-wide Statement of Net Position and proprietary funds Statement of Net Position.

The City also reports a *deferred charge on refunding* which results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunded or refunding debt.

In addition to liabilities, the statements of net position and the governmental funds' balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items which qualifies for reporting in this category. The first item is in relation to the net pension obligation reported in the statement of net position. These inflows are the results of *changes of assumptions, differences between expected and actual experiences, adjustments due to differences in proportions*, and *differences between proportionate share of contributions and actual contributions*. Inflows from changes in net pension liability arise only under a full accrual basis of accounting and are reported in the government-wide Statement of Net Position and proprietary funds Statement of Net Position.

The City also reports one type of item, which arises only under the modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds' balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

K) Net Position

Net position is the excess of all the City's assets over all its liabilities, regardless of fund. Net position is divided into three captions under GASB Statement No. 34. These captions apply only to net position, which is determined only at the government-wide level, and are described below:

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

K) Net Position, (Continued)

- Net Investment in Capital Assets – the portion of net position that is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

- Restricted – the portion of net position that is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws or other restrictions, which the City cannot unilaterally alter. These principally include funds restricted to community development projects purposes and funds for use in building improvements and governmental grants.

- Unrestricted – the portion of net position that is not restricted as to use.

L) Net Position Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

M) Fund Balance

In the fund financial statements, governmental funds report fund balance as nonspendable, restricted, committed, assigned, or unassigned based primarily on the extent to which the City is bound to honor constraints on how specific amounts can be spent.

- Nonspendable – the portion of a fund balance that includes amounts that cannot be spent because they are either not in a spendable form, such as prepaid items, inventories, or loans receivable.

- Restricted – the portion of a fund balance that reflects constraints placed on the use of resources (other than non-spendable items) that are either (a) externally imposed by creditors (such as through debt covenants, grantors, contributors, or laws or regulations of other governments) or (b) imposed by law through constitutional provisions or enabling legislation. Examples of restricted fund balances include State Gas Tax, Asset Seizure, and Measure M funds.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

M) Fund Balance, (Continued)

- Committed – the portion of a fund balance that included amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision- making authority and remain binding unless removed in the same manner.
  - The City Council, as the City's highest level of decision-making authority, may commit fund balance for specific purposes pursuant to constraints imposed by formal actions taken, such as a resolution.
  - These committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use through the same type of formal action taken to establish the commitment.
  - City Council action to commit fund balance needs to occur within the fiscal reporting periods; however, the amount can be determined subsequently.

- Assigned – amounts that are constrained by the City's intent to be used for specific purposes, but are neither Restricted nor Committed, should be reported as Assigned fund balance. This policy hereby delegated the authority to assign amounts to be used for specific purposes to the City Manager for the purpose of reporting these amounts in the City's annual financial statements. Examples of assigned fund balance are funds intended for Capital Improvement Projects and Equipment Replacement.

- Unassigned – residual net resources in excess of what can properly be classified in one of the other four categories and do not have any specific spending limitations. The General Fund is the only fund that reports a positive unassigned fund balance amount. In governmental funds, other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, the City reports a negative unassigned fund balance in that fund.

In July 2017, City Council established a Reserve for Emergencies to be maintained at 25% of General Fund appropriations. The reserve is only to be used, with Council approval, in the case of a declared natural disaster or financial emergency. A financial emergency is considered when annual revenues decrease by 5% or more or when annual expenditures increase by 5% or more.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

N) Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

O) Pensions

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

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD)	June 30, 2023
Measurement Date (MD)	June 30, 2024
Measurement Period (MP)	June 30, 2023 to June 30, 2024

P) Other Post-Employment Benefits (OPEB)

For purposes of measuring the other post-employment benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date (VD)	June 30, 2024
Measurement Date (MD)	June 30, 2025
Measurement Period (MP)	June 30, 2024 to June 30, 2025

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

Q) New Accounting Pronouncements

In 2025, the City adopted new accounting standards to conform to the following Governmental Accounting Standards Board Statements:

GASB Statement No. 101 – Compensated Absences: The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences.

GASB Statement No. 102 – Certain Risk Disclosures: The primary objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

R) Leases

Lessee: The City is a lessee for a noncancellable lease of equipment. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of $10,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the City determines the discount rate it uses to discount the expected lease payments to present value, lease term, and lease payments. The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the Statement of Net Position.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

R) Leases, (Continued)

Lessor: At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of the lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key elements and judgement include how the City determines the discount rate it uses to discount the expected lease receipts to present value, lease term, and lease receipts. The City uses it estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease receipts included In the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable. The City currently does not have any leases receivable.

S) Property Taxes

Under California law, property taxes are assessed and collected by the counties at up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool and are then allocated to the cities based on complex formulas.

Property taxes are assessed, collected and allocated by Orange County throughout the fiscal year according to the following property tax calendar.

Lien Date	January 1
Levy Date	July 1 to June 30
Due Dates	November 1, 1st installment, February 1, 2nd installment
Delinquent Dates	December 11, 1st installment, April 11, 2nd installment

Property taxes receivable for the governmental fund types, which have been remitted within 60 days subsequent to year end, are considered measurable and available and recognized as revenues. All other property taxes are offset by deferred property tax inflows of resources and, accordingly, have not been recorded as revenue. Taxes are considered past due on the above delinquent dates, at which time the applicable property is subject to lien, and penalties and interest are assessed.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (CONTINUED)

T) Functional Classifications

Expenditures of the Governmental Funds are classified by function. Functional classifications are defined as follows:

- General government – includes legislative activities, which have a primary objective of providing legal and policy guidelines for the City. Also included in this classification are those activities that provide management or support services across more than one functional area.

- Public safety – includes those activities that involve the protection of people and property.

- Community development – includes those activities such as planning, code enforcement, and building and safety inspections.

- Recreation and community services – includes those activities that involve the community cultural and leisure activities.

- Public works – includes those activities that involve the maintenance and improvement of City streets, roads, and park development and maintenance.

- Capital outlay – includes purchases of property, plant, and equipment which are expensed in the governmental funds because governmental funds use the current financial resources measurement focus.

- Principal retirement – includes principal payments for long-term liabilities.

- Interest and fiscal charges – includes current payments for interest on the City's long-term debt.

U) Use of Estimates

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

2) STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A) Violations of Legal or Contractual Provisions

Note 2 to Required Supplementary Information, on the Excess of Expenditures over Appropriations, describes budgetary violations that occurred in the General Fund for the year ended June 30, 2025.

B) Deficit Fund Balance

At June 30, 2025, no special revenue fund reported a deficit fund balance.

3) CASH AND INVESTMENTS

A) Summary of Cash and Investments

Cash and investments are classified in the accompanying financial statements as follows:

Cash and investments	$ 20,131,704
Cash and investments - restricted	966,919
Total Cash and Investments	$ 21,098,623

Cash and Investments at June 30, 2025 consisted of the following:

Cash on hand	$ 3,500
Demand deposits	2,157,912
Investments	18,937,211
Total Cash and Investments	$ 21,098,623

The City follows the practice of pooling cash and investments of all funds except for funds required to be held by fiscal agents under provisions of bond indentures. Interest income earned on pooled cash and investments is allocated monthly to the various funds based on monthly cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

3) CASH AND INVESTMENTS, (CONTINUED)

B) Cash Deposits

All City's cash and investments as of June 30, 2025, were collateralized or insured with securities held by pledging financial institutions in the City's name. The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

C) Investments

The following table identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of bond indentures of the City, rather than the general provisions of the California Government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio*	Maximum Investment in One Issuer
United States (U.S.)Treasury Obligations	5 years	None	None
Federal Agency Securities	5 years	None	None
Certificates of Deposit	5 years	None	$250,000
Negotiable Certificates of Deposit	5 years	30%	30%
Local Agency Investment Fund (LAIF)	N/A	None	$75 million
Medium Term Notes	5 years	30%	None
Local Agency Bonds	5 years	None	None
Commercial Paper	270 days	25%	None

* Excludes amounts held by bond trustees that are not subject to California Government Code restrictions.

3) CASH AND INVESTMENTS, (CONTINUED)

C) Investments, (Continued)

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	30 years	None	None
U.S. Agency Securities	None	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Money Market Mutual Funds	None	None	None
Investment Agreements N	None	None	None
Local Agency Bonds	None	None	None
Medium Term Notes	5 years	30%	None
Negotiable Certificates for Deposits	None	30%	None
Local Agency Investment Fund (LAIF)	None	None	None

Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawals is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF does not impose limits or restrictions on participant withdrawals, and the entire balance of the City's investment in the portfolio is available for withdrawal at any time. LAIF is not registered with the Securities and Exchange Commission and is not rated. Deposits and withdrawals in LAIF are made on the basis of $1 and not fair value. Accordingly, the City's investment in this pool is measured on uncategorized inputs not defined as Level 1, 2, or 3.

D) Risk Disclosures

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

3) CASH AND INVESTMENTS, (CONTINUED)

D) Risk Disclosures, (Continued)

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

	Remaining Investment Maturities			
Investment Type	Less Than 1 Year	1 to 3 Years	4 to 5 Years	Total
U.S. Treasury Obligations	$ 750,963	$ -	$ 497,062	$ 1,248,025
U.S. Agency Securities	744,298	5,363,846	746,017	6,854,161
Certificates of Deposit	495,748	1,946,623	497,024	2,939,395
Local Agency Investment Fund (LAIF)	3,359,284	-	-	3,359,284
Medium Term Notes	-	248,779	-	248,779
Local Agency Bonds	377,860	1,772,049	1,654,013	3,803,922
CAMP Pool	483,372	-	-	483,372
Investment held by Bond Trustee:				
Money Market Mutual Funds	273	-	-	273
Total	$ 6,211,798	$ 9,331,297	$ 3,394,116	$ 18,937,211

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating, by Standards and Poor, as of fiscal year end for each investment type:

Investment Type	Total	Minimum Legal Rating	Not Rated	AAA	AA+	A+	AAAm
U.S. Treasury Obligations	$ 1,248,025	N/A	$ -	$ 1,248,025	$ -	$ -	$ -
U.S. Agency Securities	6,854,161	N/A	-	6,854,161	-	-	-
Certificates of Deposit	2,939,395	N/A	2,939,395	-	-	-	-
Local Agency Investment Fund (LAIF)	3,359,284	Not Rated	3,359,284	-	-	-	-
Medium Term Notes	248,779	A	-	-	-	248,779	-
Local Agency Bonds	3,803,922	N/A	-	-	3,803,922	-	-
CAMP Pool	483,372	Not Rated	-	-	-	-	483,372
Investment held by Bond Trustee:							
Money Market Mutual Funds	273	N/A	-	-	273	-	-
Totals	$ 18,937,211		$ 6,298,679	$ 8,102,186	$ 3,804,195	$ 248,779	$ 483,372

3) CASH AND INVESTMENTS, (CONTINUED)

D) Risk Disclosures, (Continued)

Concentration of Credit Risk

The City's investment policy imposes restrictions on the percentage that the City can invest in certain types of investments. As of June 30, 2025, in accordance with GASB Statement No. 40 requirements, the City is exposed to concentration of credit risk whenever they have invested more than 5% of their total investments in any one issuer.

Investments in any one issuer (other than U.S. treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments are as follows:

Issuer	Reported amount	Percent of portfolio
Federal Home Loan Bank	$ 6,941,601	29%
Federal Home Loan Mortgage Corporation	1,494,272	6%

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. The City's investment policy does not contain any additional provisions that would limit the exposure to custodial credit risk for deposits. However, the policy does stipulate that mortgage collateral cannot be used to secure deposits, and that the use of a third-party bank trust department is to function as the City's safekeeping agent for investments. At June 30, 2025, City deposits (bank balances) were insured by the Federal Depository Insurance Corporation or collateralized as required under California Law.

3) CASH AND INVESTMENTS, (CONTINUED)

D) Risk Disclosures, (Continued)

Fair Value Hierarchy

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

The City has the following recurring fair value measurements as of June 30, 2025:

		Level		
Investments	Totals	1	2	Uncategorized
U.S. Treasury Obligations	$ 1,248,025	$ 1,248,025	$ -	$ -
U.S. Agency Securities	6,854,161	6,854,161	-	-
Certificates of Deposit	2,939,395	-	2,939,395	-
Agency Investment Fund (LAIF)	3,359,284	-	-	3,359,284
Medium Term Notes	248,779	-	248,779	-
Local Agency Bonds	3,803,922	-	3,803,922	-
CAMP Pool	483,372	-	-	483,372
Investment held by Bond Trustee:				
Money Market Mutual Funds	273	273	-	-
Totals	$ 18,937,211	$ 8,102,459	$ 6,992,096	$ 3,842,656

Deposits and securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Federal Agency Securities classified in Level 2 of the fair value hierarchy are valued using institutional bond quotes.

4) INTERFUND TRANSACTIONS

A) Receivables/Payables

The purpose of the interfund transactions is to make short-term interfund loans from the General Fund to other funds. These interfund loans are to provide for negative cash balances at year-end and/or operating cash flow. Due to/from amounts are short-term financing, which are paid within one year.

Receivable Fund	Amount	Payable Fund	Amount
General Fund	$2,559,421	Nonmajor Fund:	
		Community Development Block Grant	$ 210,000
		Internal Service Fund:	
		Technology Replacement	365,100
		Facilities, Streets, Parks and Pool Capital Expenditures	1,970,000
		Self-Insurance Trust	14,321
	$2,559,421		$2,559,421

B) Transfers In/Out

	Transfers Out		
Transfers In	General Fund	Nonmajor Governmental Funds	Total
General Fund	$ -	$ 425,000	$ 425,000
Nonmajor Governmental Funds	205,000	-	205,000
Internal Service Funds	2,475,000	-	2,475,000
Total	$ 2,680,000	$ 425,000	$ 3,105,000

The transfer from nonmajor governmental funds to the General Fund for street-related maintenance, and public and traffic safety expenditures paid out of the General Fund.

The transfers from the General Fund to nonmajor governmental funds were to support building improvements and for annual debt service payments.

The transfers from the General Fund to the internal service funds were to support facilities, streets and park projects, in addition to support for insurance, claims and workers' compensation.

5) CAPITAL ASSETS

A summary of changes in the Governmental Activities capital assets for the fiscal year ended June 30, 2025 are as follows:

Description	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025
Non-depreciable:				
Land	$ 5,917,715	$ -	$ -	$ 5,917,715
Construction in process	3,634,502	6,755,553	(6,222,322)	4,167,733
Total Non-depreciable	9,552,217	6,755,553	(6,222,322)	10,085,448
Depreciable/amortizable:				
Buildings and improvements	2,432,668	4,377,070	-	6,809,738
Right-to-use assets - buildings	400,150	-	-	400,150
Infrastructure - road system	17,494,802	2,177,723	-	19,672,525
Equipment	2,371,175	-	(230,206)	2,140,969
Right-to-use - equipment	157,085	-	-	157,085
Right-to-use - subscriptions	-	116,697	-	116,697
Vehicles	1,444,246	92,539	(889,545)	647,240
Right-to-use assets - vehicles	527,552	371,231	(35,083)	863,700
Total Depreciable Capital Assets	24,827,678	7,135,260	(1,154,834)	30,808,104
Less accumulated depreciation/amortization for:				
Buildings and improvements	(1,672,731)	(73,098)	-	(1,745,829)
Right-to-use assets - buildings	(177,844)	(133,383)	-	(311,227)
Infrastructure - road system	(3,783,127)	(356,824)	-	(4,139,951)
Equipment	(1,157,548)	(191,080)	212,596	(1,136,032)
Right-to-use assets - equipment	(13,090)	(31,417)	-	(44,507)
Right-to-use - subscriptions	-	-	-	-
Vehicles	(1,164,115)	(122,007)	749,222	(536,900)
Right-to-use assets - vehicles	(179,896)	(156,342)	28,261	(307,977)
Total Accumulated Depreciation/Amortization	(8,148,351)	(1,064,151)	990,079	(8,222,423)
Total Depreciable/Amortizable Capital Assets, Net	16,679,327	6,071,109	(164,755)	22,585,681
Total Capital Assets, Net	$ 26,231,544	$ 12,826,662	$ (6,387,077)	$ 32,671,129

Depreciation/amortization expense was charged to governmental activities as follows:

	General	Internal Service	Total
General government	$ 115,441	$ -	$ 115,441
Public safety	268,388	-	268,388
Community development	77,466	-	77,466
Recreation and community services	95,944	-	95,944
Public works	127,056	-	127,056
Internal Service Fund	-	379,856	379,856
Totals	$ 684,295	$ 379,856	$ 1,064,151

6) COMPENSATED ABSENCES

The following is a summary of changes in compensated absences for the year ended June 30, 2025 is as follows:

	Balance June 30, 2024	Net Change	Balance June 30, 2025	Due Within One Year
Compensated absences	$ 614,673	$ 494,918	$ 1,109,591	$ 357,318

There is no repayment schedule for compensated absences. Employee leave benefits are payable to employees upon usage or termination. The City's policies relating to the payment of these benefits are discussed in Note 1. The liability for compensated absences is typically liquidated through the General Fund.

7) LONG-TERM DEBT

The following is a summary of changes in Governmental Activities long-term debt for the year ended June 30, 2025:

	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025	Due Within One Year
2015 Certificates of Participation	$ 3,075,000	$ -	$ (90,000)	$ 2,985,000	$ 95,000
Unamortized bond premium	96,417	-	(4,352)	92,065	-
Total	$ 3,171,417	$ -	$ (94,352)	$ 3,077,065	$ 95,000
Other Long-term Liabilities:					
Lease Payable – Police Vehicles	$ 382,407	$ 371,231	$ (144,998)	$ 608,640	$ 179,008
Lease Payable – Warehouse	229,558	-	(135,602)	93,956	93,956
Lease Payable – Camera	127,070	-	(30,700)	96,370	31,401
Subscriptions Payable	-	116,697	(30,368)	86,329	31,292
Total	$ 739,035	$ 487,928	$ (341,668)	$ 885,295	$ 335,657

A) 2015 Certificates of Participation

On September 1, 2015, the City issued the 2015 Certificates of Participation in the amount of $3,685,000, as a public offering, to refund the outstanding balance of the 2006 (Laurel Park Acquisition) Certificates of Participation in an advanced refunding transaction, and to finance the design, acquisition, and construction of certain capital improvement projects. There are no finance-related consequences related to significant events of default or termination, and there are no acceleration clauses. There are no assets pledged as collateral, no required reserve, and no unused lines of credit. Interest on the bonds is payable semiannually on October 1 and April 1, commencing April 1, 2016, at rates which range from 2.00% to 5.00%. Principal payments begin October 1, 2017 and continue October 1 of each year through October 1, 2045. The outstanding balance as of June 30, 2025 is $2,985,000.

7) LONG-TERM DEBT, (CONTINUED)

A) 2015 Certificates of Participation, (Continued)

The annual debt service requirements on these bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 95,000	$ 112,194	$ 207,194
2027	100,000	107,319	207,319
2028	105,000	103,244	208,244
2029	110,000	100,019	210,019
2030	110,000	96,650	206,650
2031-2035	615,000	424,278	1,039,278
2036-2040	740,000	298,600	1,038,600
2041-2045	905,000	134,500	1,039,500
2046	205,000	4,100	209,100
Total	$ 2,985,000	$ 1,380,904	$ 4,365,904

B) Leases Payable

The City has entered into leases as a Lessee for use of various vehicles, equipment and a warehouse. The initial lease liabilities were recorded in the range between $16,254 to $400,149. The City is required to make monthly fixed payments in the range between $519 to $12,000. As of June 30, 2025, the value of the lease liability is $798,966. The leases have an interest rate in the range between 5% to 16.2%. The various police vehicles and the warehouse have a five-year estimated useful life. The value of the right-to-use assets as of June 30, 2025 were $1,420,935 with accumulated amortization of $663,711, is included with buildings and vehicles which is detailed in Note 5.

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7) LONG-TERM DEBT, (CONTINUED)

B) Leases Payable, (Continued)

The following future principal and interest payments on the leases payable for June 30, 2025 are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 304,365	$ 95,204	$ 399,569
2027	204,290	59,955	264,245
2028	151,998	34,820	186,818
2029	107,380	15,693	123,073
2030	30,933	2,458	33,391
Total	$ 798,966	$ 208,130	$ 1,007,096

C) Subscriptions Payable

The City entered into various subscription agreements. The initial subscription liability was recorded in the amount of $116,697. The City is required to make annual fixed payments in the range between $10,800 to $11,910. As of June 30, 2025, the value of the lease liability is $86,329. The leases have an interest rate in the range between 2.999% to 3.067%. The subscriptions have an estimated useful life ranging from three to five years. The value of the right-to-use asset as of June 30, 2025 was $116,697 with accumulated amortization of $0, is included with buildings and vehicles which is detailed in Note 5.

The following future principal and interest payments on the subscription payable for June 30, 2025 are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 31,292	$ 2,618	$ 33,910
2027	21,380	1,664	23,044
2028	22,095	684	22,779
2029	11,562	344	11,906
Total	$ 86,329	$ 5,310	$ 91,639

8) RETIREMENT PLANS

A) General Information about the Pension Plans

Plan Descriptions

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan or PERF C) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of a miscellaneous pool and a safety pool (also referred to as "risk pools"), which are comprised of individual employer miscellaneous and safety rate plans, respectively. Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under generally accepted accounting principles. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City participates in four rate plans (two miscellaneous and two safety). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS' website, at www.calpers.ca.gov.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plan operates under the provisions of the California Public Employees' Retirement Law (PERL), the California Public Employees' Pension Reform Act of 2013 (PEPRA), and the regulations, procedures and policies adopted by the CalPERS Board of Administration. The Plan's authority to establish and amend the benefit terms are set by the PERL and PEPRA, and may be amended by the California state legislature and in some cases require approval by the CalPERS Board.

8) RETIREMENT PLANS, (CONTINUED)

A) General Information about the Pension Plans, (Continued)

The Plans' provisions and benefits in effect at June 30, 2025, are summarized as follows:

	Miscellaneous	
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2.7% @ 55	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50-67	52-67
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.0% to 2.5%
Required employer contribution rates	16.02%	7.87%

	Safety	
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	3.0% @ 50	2.7% @57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50	50-57
Monthly benefits, as a % of eligible compensation	3.0%	2.0% to 2.7%
Required employer contribution rates	27.32%	13.76%

<u>Contributions</u>

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions. Employer Contributions to the Plan for the fiscal year ended June 30, 2025 were $3,525,934.

8) RETIREMENT PLANS, (CONTINUED)

B) Net Pension Liability

The City's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2024, using an annual actuarial valuation as of June 30, 2023 rolled forward to June 30, 2024 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is as follows.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The collective total pension liability for the June 30, 2024 measurement period was determined by an actuarial valuation as of June 30, 2023, with update procedures used to roll forward the total pension liability to June 30, 2024. The collective total pension liability was based on the following assumptions:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry Age Actuarial Cost Method
Asset Valuation Method	Fair Value of Assets
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table (1)	Derived using CalPERS' membership data for all funds
Post Retirement Benefit Increase	Contract COLA up to 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.30% thereafter.

(1) The mortality table used was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the 2021 experience study report from November 2021 that can be found on the CalPERS website.

Long-term Expected Rate of Return

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

8) RETIREMENT PLANS, (CONTINUED)

B) Net Pension Liability, (Continued)

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 Basis points.

The expected real rates of return by asset class are as follows:

Asset Class	Assumed Asset Allocation	Real Return[1,2]
Global equity - cap-weighted	30.00%	4.54%
Global equity - non-cap-weighted	12.00%	3.84%
Private equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed securities	5.00%	0.50%
Investment grade corporates	10.00%	1.56%
High yield	5.00%	2.27%
Emerging market debt	5.00%	2.48%
Private debt	5.00%	3.57%
Real assets	15.00%	3.21%
Leverage	(5.00%)	(0.59%)

[1] An expected inflation of 2.30% used for this period.

[2] Figures are based on the 2021-22 Asset Liability Management study.

<u>Discount Rate</u>

The discount rate used to measure the total pension liability for PERF C was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

8) RETIREMENT PLANS, (CONTINUED)

B) Net Pension Liability, (Continued)

Subsequent Events

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

Pension Plan Fiduciary Net Position

Information about the pension plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position are presented in CalPERS' audited financial statements, which are publicly available reports that can be obtained at CalPERS' website, at www.calpers.ca.gov. The plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis used by the pension plan, which is the economic resources measurement focus and the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

C) Proportionate Share of Net Pension Liability

The following table shows the City's proportionate share of the Plan's net pension liability over the measurement period.

	Increase (Decrease)		
	Plan Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a) - (b)
Balance at: 6/30/2023 (VD)	$ 86,341,369	$ 59,038,115	$ 27,303,254
Balance at: 6/30/2024 (MD)	89,120,937	62,374,545	26,746,392
Net Changes during 2023-24	$ 2,779,568	$ 3,336,430	$ (556,862)

Valuation Date (VD), Measurement Date (MD)

The City's proportion of the net pension liability was determined by CalPERS using the output from the Actuarial Valuation System and the fiduciary net position, as provided in the CalPERS Public Agency Cost-Sharing Allocation Methodology Report, which is a publicly available report that can be obtained at CalPERS' website, at www.calpers.ca.gov.

8) RETIREMENT PLANS, (CONTINUED)

C) Proportionate Share of Net Pension Liability, (Continued)

The City's proportionate share of the net pension liability for the miscellaneous and safety Plan as of the June 30, 2023 and 2024 measurement dates was as follows:

	Miscellaneous	Safety
Proportion – June 30, 2023	0.2490%	0.1987%
Proportion – June 30, 2024	0.2531%	0.1990%
Change – Increase (Decrease)	0.0041%	0.0003%

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

The following presents the City's proportionate share of the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 6.90 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.90 percent) or 1 percentage-point higher (7.90 percent) than the current rate:

Measurement Date	Discount Rate -1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate +1% (7.90%)
Proportion – June 30, 2023	$ 39,074,445	$ 27,303,254	$ 17,651,232
Proportion – June 30, 2024	38,856,247	26,746,392	16,814,709
Change – Increase (Decrease)	$ (218,198)	$ (556,862)	$ (836,523)

Amortization of Deferred Outflows and Deferred Inflows of Resources

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

8) RETIREMENT PLANS, (CONTINUED)

C) Proportionate Share of Net Pension Liability, (Continued)

The amortization period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on pension plan investments	5-year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining service lives (EARSL) of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period

D) Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension

As of the start of the measurement period (July 1, 2023), the City's net pension liability was $27,303,254. For the measurement period ending June 30, 2023 (the measurement date), the City incurred a pension expense of $4,313,739. The City's net pension liability is typically liquidated through the General Fund.

As of June 30, 2025, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change of assumptions	$ 672,000	$ -
Differences between expected and actual experience	2,242,107	79,784
Net difference between projected and annual earnings on retirement plan investments	1,405,807	-
Changes in proportion and differences between City contributions and proportionate share of contributions	98,415.00	905,106
Changes in employer's proportion	148,258	737,170
City contributions subsequent to the measurement date	3,525,934	-
Total	$ 8,092,521	$ 1,722,060

The amounts above are net of outflows and inflows recognized in the 2023-24 measurement period expense. Contributions subsequent to the measurement date of $3,525,934 reported with deferred outflows of resources will be recognized as a reduction of the net pension liability in the upcoming fiscal year.

8) RETIREMENT PLANS, (CONTINUED)

D) Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension, (Continued)

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

Fiscal Year	Deferred Outflows/(Inflows) of Resources		
Ending June 30,	Miscellaneous	Safety	Total
2026	$ 226,188	$ 634,025	$ 860,213
2027	1,374,852	1,413,900	2,788,752
2028	(134,788)	(188,272)	(323,060)
2029	(241,455)	(239,923)	(481,378)
2030	-	-	-
Thereafter	-	-	-
Total	$ 1,224,797	$ 1,619,730	$ 2,844,527

E) Payable to the Pension Plan

At June 30, 2025, the City reported a payable of $0 for the outstanding amount of contributions to the pension plan required for the year then ended

9) OTHER POST-EMPLOYMENT BENEFIT (OPEB) PLAN

A) Plan Description

In addition to providing pension benefits, the City provides certain health care benefits, through a single- employer OPEB Plan (the Plan), for retired employees in accordance with a City Council resolution. Substantially, all the City's employees become eligible for those benefits if they reach normal retirement age while working for the City. Those and similar benefits for active employees are provided through PERS whose premiums are based on the benefits paid during the year.

Retiree health care coverage is segregated into two tiers as follows:

Tier 1 – Employees Hired Before August 1, 1994(1) receive one of the following:

- Miscellaneous and Safety Employees with 10 years of service with the City, with a regular service retirement, shall be eligible to receive 100% of the monthly benefit applicable towards the employee and one dependent, provided that employee plus one dependent coverage was in effect upon the date of retirement, up to Medicare age, and up to $300 per month thereafter for life.

- Employees age fifty (50) or over received up to $300 per month for life.

Tier 2 – Employees Hired on or After August 1, 1994(1) receive one of the following:

- Miscellaneous Employees with at least 15 years of continuous service with the City, and have reached the age of fifty-five (55) shall be eligible to receive 100% of the monthly benefit applicable towards the employee and one dependent, provided that employee plus one dependent coverage was in effect upon the date of retirement, up to Medicare age, and up to $300 per month thereafter for life.

- Safety Employees with 10 years of service with the City shall be eligible to receive 50% of the monthly benefit applicable towards the employee and one dependent, if employee plus one dependent coverage was in effect upon the date of retirement. The percentage increases by 5% per year to 100% at 20 years of service up to Medicare age, and up to $300 per month thereafter for life.

(1) Applies to police employees hired after January 1, 1995.

9) OTHER POST-EMPLOYMENT BENEFIT (OPEB) PLAN, (CONTINUED)

B) Employees Covered

As of the June 30, 2024 actuarial valuation, the following current and former employees were covered by the benefit terms under the Plan:

Active	69
Inactive employees or beneficiaries currently receiving benefits	45
Total	114

C) Contributions

The contribution requirements of plan members and the City are established and may be amended by the City Council, and/or the employee associations The City is currently funding this OPEB obligation based on a pay-as-you-go basis. For the measurement date ended June 30, 2025, the City made no contributions to the plan, which would be recognized as a reduction of the total OPEB liability. The total OPEB liability is typically liquidated through the General Fund.

D) Actuarial Methods and Assumptions

The City's total OPEB liability was measured as of June 30, 2025 and was determined by an actuarial valuation dated June 30, 2024, based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	5.20%
Inflation	2.50%
Salary Increases	2.75% per year
Investment Rate of Return	N/A; OPEB plan is unfunded
Mortality Rate	2021 CalPERS Mortality for Safety Employees, Miscellaneous and Schools Employees
Pre-Retirement Turnover	2021 CalPERS Turnover rate table for Police and Miscellaneous Employees
Healthcare Trend Rate	4.00% per year

E) Discount Rate

The discount rate used to measure the total OPEB liability was 5.20 percent. The discount rate is based on the Bond Buyer 20 Bond Index. The City does not participate in a trust fiduciary fund.

9) OTHER POST-EMPLOYMENT BENEFIT (OPEB) PLAN, (CONTINUED)

F) Changes in the Total OPEB Liability

The changes in the Total OPEB liability for the Plan are as follows:

	Increase (Decrease) Total OPEB Liability/(Assets)
Balance at June 30, 2024	$ 6,304,746
Changes recognized over the measurement period:	
Service cost	409,173
Interest	247,741
Changes of assumptions	(814,781)
Benefit payments	(411,004)
Net Changes	(568,871)
Balance at June 30, 2025	$ 5,735,875

G) Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the Total OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2025:

1% Decrease	Current Discount Rate	1% Increase
$ 6,371,735	$ 5,735,875	$ 5,269,580

H) Sensitivity of the Total OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the Total OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2025:

1% Decrease	Cost Trend Rates	1% Increase
$ 5,228,484	$ 5,735,875	$ 6,274,371

9) OTHER POST-EMPLOYMENT BENEFIT (OPEB) PLAN, (CONTINUED)

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

For the fiscal year ended June 30, 2025, the City recognized OPEB expense of $696,506. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in assumptions	$ 707,680	$ (1,510,240)
Difference between expected and actual experience	723,927	(487,102)
Total	$ 1,431,607	$ (1,997,342)

Amounts reported as deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year Ending June 30,	Amount
2026	$ 39,592
2027	10,402
2028	(192,761)
2029	(196,333)
2030	(79,412)
Thereafter	(147,223)
Total	$ (565,735)

10) JOINT VENTURES

A) Orange County Fire Authority

In January 1995, the City of Los Alamitos entered into a joint powers agreement with 17 other cities within the County of Orange to create the Orange County Fire Authority (Authority). The purpose of the Authority is to provide for mutual fire protection, prevention and suppression services, and related and incidental services including, but not limited to emergency medical and transport services, as well as providing facilities and personnel for such services. The effective date of formation was March 1, 1995. Since the creation of the Authority, five additional cities have joined the Authority as members. The Authority's governing board consists of one representative from each city and two from the County.

The operations of the Authority are funded with structural fire fees collected by the County through the property tax roll for the unincorporated area and on behalf of all member cities except for eight cities. The County pays all structural fire fees it collects to the Authority. The eight cities for which the County does not collect structural fire fees are considered "cash contract cities" and, accordingly, make cash contributions based on the Authority's annual budget.

Upon dissolution of the Authority, all surplus money and property of the Authority will be conveyed or distributed to each member in proportion to all funds provided to the Authority by that member or by the County on behalf of that member during its membership. The City has a financial interest in the Authority; however, it does not have an equity interest or an ongoing financial responsibility. Financial statements of the Authority may be obtained from its office at Post Office Box 57115, Irvine, California 92619.

B) West Communications Financing Authority

The West Communications Financing Authority was established December 23, 1996, pursuant to a Joint Exercise of Powers Agreement by the Cities of Los Alamitos, Seal Beach and Cypress for the purpose of operating a public safety communications center.

The Board of Directors is comprised of three elected officials, one designated by each participating City. Each Director has one vote over budgeting and financial matters. The Authority is a public entity separate from the Cities and is not included in the financial statements of those entities.

Each City pays a contractual fee to the Authority which consists of personal costs, capital expenditures and reserves to fund accrued employee leave and equipment purchases. The contractual fee remains stable from year to year. In 2024-2025, the City of Los Alamitos paid $768,827 to the Authority. Financial information for the Authority may be obtained from the City of Cypress.

10) JOINT VENTURES, (CONTINUED)

C) Integrated Law and Justice Agency for Orange County

In May 2006, the City of Los Alamitos entered into a joint powers agreement with 22 other agencies within the County of Orange to create the Integrated Law and Justice Agency for Orange County. The purpose of the Agency is to facilitate the integration and sharing of criminal justice information for the benefit of the lands and inhabitants within their respective boundaries. The Agency's governing board consists of six Municipal Police Chiefs, each elected for a three-year term by the Orange County Chiefs & Sheriff's Association. The operations of the Agency are funded by grant awards and annual budget appropriations from each member agency. Upon dissolution of the Agency, all surplus money and property of the Agency will be conveyed or distributed to each member in proportion to all funds provided to the Agency by that member. The City has a financial interest in the Authority; however, it does not have an equity interest. Also, the City has an ongoing financial responsibility to the Agency for approximately $3,000 per year.

Financial information for this arrangement may be obtained from the City of Los Alamitos.

11) SELF-INSURANCE PROGRAM

Effective July 1, 2016, the City rescinded its participation in the California Joint Power Insurance Authority (CJPIA) and joined the California State Association of Counties Excess Insurance Authority (EIA). Beginning July 1, 2016, excess insurance coverage for General Liability and Workers' Compensation was provided through the EIA with self-insured retentions of $100,000 and $125,000 per occurrence for each respective program. The EIA provides coverage up to $25 million per occurrence for General Liability and up to the statutory limit for Workers' Compensation.

The City established a Self-Insurance Fund (an internal service fund) to account for and finance its uninsured risk of loss when it became a member of EIA for liability, master crime, and workers' compensation coverage. All funds of the City participate in the program and make payments to the Self-Insurance Fund based on estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophe losses. The estimated claims liability of $169,920 reported at June 30, 2025, is based on the requirements of Governmental Accounting Standards Board Statement 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The above amount includes an estimate for incurred but not reported claims.

During the last three fiscal years none of the above programs of protection have had settlements or judgments that exceeded the insured coverage amount. There have been no significant reductions in insured liability coverage from the prior year.

11) SELF-INSURANCE PROGRAM, (CONTINUED)

Changes in the reported liability for the last two fiscal years are as follows:

	Due Within One-Year Workers' Compensation	**Long Term** General Liability	Total
Liability balance as of June 30, 2023	$ 1,472,691	$ 151,098	$ 1,623,789
Claims and changes in estimates during the fiscal year ended June 30, 2024	155,391	-	155,391
Claims payments during the fiscal year ended June 30, 2024	(1,555,123)	(56,137)	(1,611,260)
Liability balance as of June 30, 2024	72,959	94,961	167,920
Claims and changes in estimates during the fiscal year ended June 30, 2025	72,581	308,013	380,594
Claims payments during the fiscal year ended June 30, 2025	(96,610)	-	(96,610)
Liability balance as of June 30, 2025	$ 48,930	$ 402,974	$ 451,904

12) COMMITMENTS AND CONTINGENCIES

The City is subject to litigation arising in the normal course of business.

The City has received various state and federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursements will not be material.

13) CLASSIFICATION OF FUND BALANCES AND NET POSITION

At June 30, 2025, fund balances are classified in the governmental funds as follows:

	General Fund	Nonmajor Governmental Funds	Total
Nonspendable			
Prepaid costs	$ 45,500	$ -	$ 45,500
Due from employees	577	-	577
Total Nonspendable	46,077	-	46,077
Restricted			
Transportation	-	895,853	895,853
Cable television	-	93,006	93,006
Public safety	-	647,463	647,463
Community development	-	189,387	189,387
Air quality	-	213,615	213,615
Parks	-	789,097	789,097
Total Restricted	-	2,828,421	2,828,421
Committed			
Capital projects	1,582,719	287,814	1,870,533
Total Committed	1,582,719	287,814	1,870,533
Assigned			
Other post-employment benefits	500,000	-	500,000
PERS reserves	2,500,000	-	2,500,000
Capital projects	-	405,323	405,323
Total Assigned	3,000,000	405,323	3,405,323
Unassigned	14,263,226	-	14,263,226
Totals	$ 18,892,022	$ 3,521,558	$ 22,413,580

13) CLASSIFICATION OF FUND BALANCES AND NET POSITION, (CONTINUED)

At June 30, 2025, the City reported the following net position classifications for governmental activities:

Net investment in capital assets:		
Governmental capital assets, net	$ 32,671,129	
2015 Certificates of Participation	(2,985,000)	
Unamortized bond premium	(92,065)	
Deferred loss on refunding	84,863	
Lease / subscription liability	(885,295)	
Capital-related liabilities: accounts payable and retainage payable	(249,908)	
Total net investment in capital assets		$ 28,543,724
Restricted for:		
Transportation	895,853	
Cable television	93,006	
Public safety	647,463	
Community development	189,387	
Air quality	213,615	
Parks	789,097	
Total restricted		2,828,421
Unrestricted		(10,846,776)
Total net position		$ 20,525,369

14) PRIOR PERIOD RESTATEMENT

Beginning Net Position for Governmental Activities and beginning Fund Balance for the General Fund was restated due to initial funding of PARS trust, which was erroneously expensed in the prior year. The adjustment resulted in an increase of Net Position for Governmental Activities and Fund Balance for the General Fund as follows:

	Governmental Funds	
	General Fund	Governmental Activities
Fund balance / Net position at July 1, 2024, as originally reported	$ 22,710,749	$ 21,091,397
Adjustment for correction of an error	308,530	308,530
Fund balance / Net position at July 1, 2024, as restated	$ 23,019,279	$ 21,399,927

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

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Required Supplementary Information
Budgetary Comparison Schedule – General Fund
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Fund Balance, Beginning, as Restated	$ 23,019,279	$ 23,019,279	$ 23,019,279	$ -
Revenues (Inflows):				
Taxes	19,754,262	19,754,262	20,684,637	930,375
Licenses and permits	1,107,480	1,107,480	779,895	(327,585)
Intergovernmental	11,000	11,000	56,581	45,581
Charges for services	876,116	876,116	924,660	48,544
Investment earnings	750,000	750,000	1,150,641	400,641
Fines and forfeitures	1,031,975	1,031,975	1,525,672	493,697
Miscellaneous	100,000	100,000	136,773	36,773
Transfers in	425,000	425,000	425,000	-
Amount Available for Appropriations	24,055,833	24,055,833	25,683,859	1,628,026
Charges to Appropriations (Outflows):				
General government:				
City council	35,957	45,957	54,732	(8,775)
City manager / City clerk	1,730,850	1,720,850	1,330,663	390,187
Administrative services	1,134,465	1,134,465	1,024,041	110,424
City attorney	226,000	286,000	340,080	(54,080)
Non-departmental	1,209,500	1,529,500	2,808,067	(1,278,567)
Public safety	8,414,706	8,207,997	8,687,897	(479,900)
Community development	3,154,072	3,414,426	3,831,121	(416,695)
Recreation and community services	3,279,826	3,334,826	3,153,125	181,701
Public works	2,335,675	3,773,029	4,471,257	(698,228)
Capital outlay	745,000	3,855,000	1,286,133	2,568,867
Debt service:				
Principal	135,602	135,602	135,602	-
Interest and fiscal charges	8,398	8,398	8,398	-
Transfers out	1,605,000	2,680,000	2,680,000	-
Total Charges to Appropriations	24,015,051	30,126,050	29,811,116	314,934
Fund Balance, Ending	$ 23,060,061	$ 16,949,062	$ 18,892,022	$ 1,942,960

1) Budgets and Budgetary Accounting Data

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1) The annual budget is adopted by the City Council and provides for the general operation of the City. The operating budget includes proposed expenditures and the means of financing them.

2) The City Council approves total budgeted appropriations and any amendments to appropriations throughout the year. This “appropriated budget” covers substantially all City expenditures. Actual expenditures may not exceed budgeted appropriations at the department level. The City’s fund structure includes the following departments: City Council, City Manager/City Clerk, Administrative Services, City Attorney, Public Safety, Community Development, Recreation and Community Services, and Public Works. The City Manager is authorized to transfer budgeted amounts between the accounts of any department. Budgets are controlled at the department level. Budget figures used in the financial statements are the final adjusted amounts, including any amendments to the budget during the fiscal year.

3) Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the Governmental Fund types during the fiscal year. Unexpended appropriations of the governmental funds automatically lapse at the end of the fiscal year.

4) Budgets for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds, with the exception of the Capital Outlay Capital Projects Fund, are adopted on a basis substantially consistent with accounting principles generally accepted in the United States of America (USGAAP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items. No budgetary comparisons are presented for the proprietary funds, as the City is not legally required to adopt a budget for this type of fund.

5) Under Article XIIIB of the California Constitution (the GANN Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates or revised fee schedules, or an excess in one year may be offset against a deficit in the following year. For the fiscal year ended June 30, 2025, based on calculations by City management, proceeds of taxes did not exceed appropriations.

2) Excess of Expenditures over Appropriations

The following departments had expenditures that exceeded the adopted budget:

	Budget	Actual	Variance
General Fund:			
General Government:			
City council	$ 45,957	$ 54,732	$ (8,775)
City attorney	286,000	340,080	(54,080)
Non-departmental	1,529,500	2,808,067	(1,278,567)
Public safety	8,207,997	8,687,897	(479,900)
Community development	3,414,426	3,831,121	(416,695)
Public works	3,773,029	4,471,257	(698,228)
Non-Major Special Revenue Funds:			
CDBG Grant	350,000	530,807	(180,807)
Non-Major Capital Projects Funds:			
Building Improvements Fund	-	20,449	(20,449)
Non-Major Debt Service Funds:			
Debt Service Fund	207,519	208,275	(756)

Required Supplementary Information, (Continued)
Schedule of City's Proportionate Share of the Net Pension Liability and Related Ratios – Miscellaneous Plan
For the Year Ended June 30, 2025

Measurement Date	Proportion of the net pension liability[1]	Proportionate share of the net pension liability	Covered payroll	Proportionate share of the net pension liability as a percentage of covered payroll	Proportionate share of the fiduciary net position as a percentage of the Plan's total pension liability
6/30/2015	0.090100%	$ 6,181,642	$ 2,067,219	299.03%	78.40%
6/30/2016	0.092200%	7,975,904	2,139,951	372.71%	74.06%
6/30/2017	0.092000%	9,127,183	2,067,777	441.40%	73.31%
6/30/2018	0.095300%	8,999,874	1,882,670	478.04%	75.26%
6/30/2019	0.166200%	9,688,016	1,883,036	514.49%	75.26%
6/30/2020	0.179100%	10,333,777	1,853,222	557.61%	75.10%
6/30/2021	0.174000%	7,053,615	1,802,686	391.28%	88.29%
6/30/2022	0.252528%	11,816,355	2,174,409	543.43%	76.68%
6/30/2023	0.248980%	12,449,986	2,726,295	456.66%	76.21%
6/30/2024	0.253050%	12,239,158	3,604,377	339.56%	78.08%

[1] Proportion of the net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk Pools excluding the 1959 Survivors Risk Pool.

Required Supplementary Information, (Continued)
Schedule of City's Proportionate Share of the Net Pension Liability and Related Ratios – Safety Plan
For the Year Ended June 30, 2025

Measurement Date	Proportion of the net pension liability[1]	Proportionate share of the net pension liability	Covered payroll	Proportionate share of the net pension liability as a percentage of covered payroll	Proportionate share of the fiduciary net position as a percentage of the Plan's total pension liability
6/30/2015	0.092200%	$ 6,328,706	$ 2,402,592	263.41%	78.40%
6/30/2016	0.096500%	8,351,809	2,534,307	329.55%	74.06%
6/30/2017	0.098000%	9,719,511	2,655,464	366.02%	73.31%
6/30/2018	0.104700%	9,853,739	2,498,046	394.46%	75.26%
6/30/2019	0.171000%	10,731,155	2,287,551	469.11%	75.26%
6/30/2020	0.069500%	11,805,982	1,935,386	610.01%	75.10%
6/30/2021	0.164300%	7,488,379	2,184,348	342.82%	88.29%
6/30/2022	0.252528%	13,760,996	2,103,050	654.34%	76.68%
6/30/2023	0.198710%	14,853,268	2,416,863	614.57%	76.21%
6/30/2024	0.198980%	14,507,234	2,705,684	536.18%	78.08%

[1] Proportion of the net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk Pools excluding the 1959 Survivors Risk Pool.

Required Supplementary Information, (Continued)
Schedule of City's Contributions – Pension – Miscellaneous Plan
For the Year Ended June 30, 2025

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered payroll	Contributions as a Percentage of Covered Payroll
2015-2016	$ 478,168	$ (478,168)	$ -	$ 2,139,951	22.3%
2016-2017	575,534	(575,534)	-	2,067,777	27.8%
2017-2018	607,715	(607,715)	-	1,882,670	32.3%
2018-2019	706,647	(706,647)	-	1,883,036	37.5%
2019-2020	878,063	(878,063)	-	1,853,222	47.4%
2020-2021	902,971	(902,971)	-	1,802,686	50.1%
2021-2022	1,016,424	(1,016,424)	-	2,174,409	46.7%
2022-2023	1,169,151	(1,169,151)	-	2,726,295	42.9%
2023-2024	653,699	(653,699)	-	3,604,377	18.1%
2024-2025	1,500,707	(1,630,707)	(130,000)	4,404,811	34.1%

Notes to Schedule:

Change in Benefit Terms: There were no changes to benefit terms that applied to all members of the Public Agency Pool. However, individual employers in the Plan may have provided a benefit improvement to their employees such as Golden Handshakes, service purchases, and other prior service costs. Employers that have done so may need to report this information as a separate liability in their financial statement as CalPERS considers such amounts to be separately financed employer-specific liabilities. These employers should consult with their auditors. Additionally, the figures above do not include any liability impact that occurred after the June 30, 2023, valuation date, unless the liability impact is deemed to be material to the Public Agency Pool.

Change in Assumptions: There were no assumption changes in 2023 or 2024. Effective with the June 30, 2021, valuation date (June 30, 2022, measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. In addition, demographic assumptions and the price inflation assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates June 30, 2017, through June 30, 2021, and 7.65% for measurement dates June 30, 2015, through June 30, 2016.

Required Supplementary Information, (Continued)
Schedule of City's Contributions – Pension – Safety Plan
For the Year Ended June 30, 2025

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered payroll	Contributions as a Percentage of Covered Payroll
2015-2016	$ 748,750	$ (748,750)	$ -	$ 2,534,307	29.5%
2016-2017	797,034	(797,034)	-	2,655,464	30.0%
2017-2018	847,090	(847,090)	-	2,498,046	33.9%
2018-2019	927,772	(927,772)	-	2,287,551	40.6%
2019-2020	1,075,926	(1,075,926)	-	1,935,386	55.6%
2020-2021	1,163,513	(1,163,513)	-	2,184,348	53.3%
2021-2022	1,250,864	(1,250,864)	-	2,103,050	59.5%
2022-2023	1,435,023	(1,435,023)	-	2,416,863	59.4%
2023-2024	749,339	(749,339)	-	2,705,684	27.7%
2024-2025	1,765,227	(1,895,227)	(130,000)	2,909,119	60.7%

Notes to Schedule:

Change in Benefit Terms: There were no changes to benefit terms that applied to all members of the Public Agency Pool. However, individual employers in the Plan may have provided a benefit improvement to their employees such as Golden Handshakes, service purchases, and other prior service costs. Employers that have done so may need to report this information as a separate liability in their financial statement as CalPERS considers such amounts to be separately financed employer-specific liabilities. These employers should consult with their auditors. Additionally, the figures above do not include any liability impact that occurred after the June 30, 2023, valuation date, unless the liability impact is deemed to be material to the Public Agency Pool.

Change in Assumptions: There were no assumption changes in 2023 or 2024. Effective with the June 30, 2021, valuation date (June 30, 2022, measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. In addition, demographic assumptions and the price inflation assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates June 30, 2017, through June 30, 2021, and 7.65% for measurement dates June 30, 2015, through June 30, 2016.

Required Supplementary Information, (Continued)
Schedule of Changes in the Net OPEB Liability and Related Ratios
For the Year Ended June 30, 2025

Fiscal Year	2025	2024	2023	2022	2021
Total OPEB Liability					
Service cost	$ 409,173	$ 326,480	$ 309,238	$ 345,491	$ 333,552
Interest on the total OPEB liability	247,741	232,030	228,224	144,055	143,962
Experience (gains)/losses	-	548,754	(394,896)	542,385	-
Changes in assumptions	(814,781)	(8,106)	(423,509)	(973,560)	31,397
Benefit payments	(411,004)	(428,200)	(442,236)	(395,761)	(383,006)
Net change in total OPEB liability	**(568,871)**	**670,958**	**(723,179)**	**(337,390)**	**125,905**
Total OPEB liability - beginning	**6,304,746**	**5,633,788**	**6,356,967**	**6,694,357**	**6,568,452**
Total OPEB liability - ending (a)	**$ 5,735,875**	**$ 6,304,746**	**$ 5,633,788**	**$ 6,356,967**	**$ 6,694,357**
Covered-employee payroll(1)	$ 5,574,641	$ 5,574,641	$ 5,131,255	$ 4,277,459	$ 4,700,996
Total OPEB liability as a percentage of covered-employee payroll	102.89%	113.10%	109.79%	148.62%	142.40%

Fiscal Year	2020	2019	2018
Total OPEB Liability			
Service cost	$ 192,736	$ 175,452	$ 170,756
Interest on the total OPEB liability	164,133	157,013	166,352
Experience (gains)/losses	(1,087,077)	-	-
Changes in assumptions	2,824,825	100,644	-
Benefit payments	(238,645)	(237,974)	(228,821)
Net change in total OPEB liability	**1,855,972**	**195,135**	**108,287**
Total OPEB liability - beginning	**4,712,480**	**4,517,345**	**4,409,058**
Total OPEB liability - ending (a)	**$ 6,568,452**	**$ 4,712,480**	**$ 4,517,345**
Covered-employee payroll(1)	$ 4,502,169	$ 4,380,716	$ 4,380,716
Total OPEB liability as a percentage of covered-employee payroll	145.90%	107.57%	103.12%

* Historical information is required only for measurement for which GASB 75 is applicable.

Notes to Schedule:

(1) Contributions to the OPEB plan are not based on a measure of pay, therefore covered employee payroll is used.
No assets are accumulated in a trust that meets the criteria of GASB 75 to pay related benefits.

Changes in assumptions: For 2025, the discount rate increased from 3.93% to 5.20% based on the Bond Buyer 20 Bond Index. For 2024, the discount rate increased from 3.86% to 3.93% based on the Bond Buyer 20 Bond Index. Assumed rates of retirement, termination, and mortality have been updated to align with those currently being used by the statewide pension systems. For 2023, the discount rate increased from 3.45% to 3.86% based on the municipal bond index. For 2022, the discount rate increased from 2.16% to 3.45% based on the updated municipal bond index.

SUPPLEMENTARY INFORMATION

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Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue Funds			
	Community Development Block Grant	Measure M	Los Alamitos Television	Office of Traffic Safety
ASSETS				
Cash and investments	$ 271,518	$ 809,625	$ 132,285	$ 180,938
Receivables:				
Due from other governments	127,869	53,817	3,136	444.00
Cash and investments - restricted	-	-	-	-
Total Assets	$ 399,387	$ 863,442	$ 135,421	$ 181,382
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ -	$ 2,721	$ 42,415	$ -
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	210,000	-	-	-
Total Liabilities	210,000	2,721	42,415	-
Fund Balances:				
Restricted	189,387	860,721	93,006	181,382
Committed	-	-	-	-
Assigned	-	-	-	-
Total Fund Balances (Deficit)	189,387	860,721	93,006	181,382
Total Liabilities and Fund Balances	$ 399,387	$ 863,442	$ 135,421	$ 181,382

Combining Balance Sheet, (Continued)
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue Funds			
	Asset Seizure	Public Safety Augmentation	State Law Enforcement Agency	Air Quality
ASSETS				
Cash and investments	$ 50,452	$ 61,305	$ 330,128	$ 209,457
Receivables:				
Due from other governments	-	24,205	-	4,158
Cash and investments - restricted	-	-	-	-
Total Assets	$ 50,452	$ 85,510	$ 330,128	$ 213,615
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ -	$ -	$ -	$ -
Unearned revenues	-	-	-	-
Deposits payable	9	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	9	-	-	-
Fund Balances:				
Restricted	50,443	85,510	330,128	213,615
Committed	-	-	-	-
Assigned	-	-	-	-
Total Fund Balances (Deficit)	50,443	85,510	330,128	213,615
Total Liabilities and Fund Balances	$ 50,452	$ 85,510	$ 330,128	$ 213,615

Combining Balance Sheet, (Continued)
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue Funds	Capital Projects Funds		
	State Gas Tax	Park Development	Building Improvement	Residential Streets/ Alleys
ASSETS				
Cash and investments	$ 133,338	$ 789,097	$ 409,126	$ 7,354
Receivables:				
Due from other governments	88,208	-	-	-
Cash and investments - restricted	-	-	-	-
Total Assets	$ 221,546	$ 789,097	$ 409,126	$ 7,354
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 11,875	$ -	$ 20,449	$ -
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	11,875	-	20,449	-
Fund Balances:				
Restricted	-	789,097	-	-
Committed	209,671	-	-	-
Assigned	-	-	388,677	7,354
Total Fund Balances (Deficit)	209,671	789,097	388,677	7,354
Total Liabilities and Fund Balances	$ 221,546	$ 789,097	$ 409,126	$ 7,354

Combining Balance Sheet, (Concluded)
Nonmajor Governmental Funds
June 30, 2025

	Capital Projects Funds	Debt Service Fund	
	Traffic Improvement	Debt Service	Total Nonmajor Governmental Funds
ASSETS			
Cash and investments	$ 250,054	$ 9,019	$ 3,643,696
Receivables:			
Due from other governments	-	-	301,837
Cash and investments - restricted	-	273	273
Total Assets	$ 250,054	$ 9,292	$ 3,945,806
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ -	$ -	$ 77,460
Unearned revenues	136,779	-	136,779
Deposits payable	-	-	9
Due to other funds	-	-	210,000
Total Liabilities	136,779	-	424,248
Fund Balances:			
Restricted	35,132	-	2,828,421
Committed	78,143	-	287,814
Assigned	-	9,292	405,323
Total Fund Balances (Deficit)	113,275	9,292	3,521,558
Total Liabilities and Fund Balances	$ 250,054	$ 9,292	$ 3,945,806

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue Funds			
	Community Development Block Grant	Measure M	Los Alamitos Television	Office of Traffic Safety
REVENUES				
Taxes	$ -	$ -	$ 14,220	$ -
Intergovernmental	829,189	-	-	-
Investment earnings	5,187	27,073	1,767	4,792
Fines and forfeitures	-	-	-	48,749
Program revenues	-	342,832	-	-
Miscellaneous	-	-	19,787	-
Total Revenues	834,376	369,905	35,774	53,541
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Capital outlay	530,807	355,152	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	530,807	355,152	-	-
Revenues Over (Under) Expenditures	303,569	14,753	35,774	53,541
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Change in Fund Balances	303,569	14,753	35,774	53,541
Fund Balances (Deficits), Beginning of Year	(114,182)	845,968	57,232	127,841
Fund Balances, End of Year	$ 189,387	$ 860,721	$ 93,006	$ 181,382

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue Funds			
	Asset Seizure	Public Safety Augmentation	State Law Enforcement Agency	Air Quality
REVENUES				
Taxes	$ -	$ 137,673	$ -	$ -
Intergovernmental	-	-	194,663	20,005
Investment earnings	1,825	1,641	11,343	6,092
Fines and forfeitures	-	-	-	-
Program revenues	-	-	-	-
Miscellaneous	1,006	-	-	-
Total Revenues	2,831	139,314	206,006	26,097
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	-
Revenues Over (Under) Expenditures	2,831	139,314	206,006	26,097
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	(105,000)	(200,000)	-
Total Other Financing Sources (Uses)	-	(105,000)	(200,000)	-
Change in Fund Balances	2,831	34,314	6,006	26,097
Fund Balances (Deficits), Beginning of Year	47,612	51,196	324,122	187,518
Fund Balances, End of Year	$ 50,443	$ 85,510	$ 330,128	$ 213,615

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue Funds	Capital Projects Funds		
	State Gas Tax	Park Development	Building Improvement	Residential Streets/ Alleys
REVENUES				
Taxes	$ 668,508	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Investment earnings	8,763	23,919	12,402	223
Fines and forfeitures	-	-	-	-
Program revenues	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	677,271	23,919	12,402	223
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Capital outlay	701,515	-	20,449	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	701,515	-	20,449	-
Revenues Over (Under) Expenditures	(24,244)	23,919	(8,047)	223
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(120,000)	-	-	-
Total Other Financing Sources (Uses)	(120,000)	-	-	-
Change in Fund Balances	(144,244)	23,919	(8,047)	223
Fund Balances (Deficits), Beginning of Year	353,915	765,178	396,724	7,131
Fund Balances, End of Year	$ 209,671	$ 789,097	$ 388,677	$ 7,354

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, (Concluded)
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Capital Projects Funds	Debt Service Fund	
	Traffic Improvement	Debt Service	Total Nonmajor Governmental Funds
REVENUES			
Taxes	$ -	$ -	$ 820,401
Intergovernmental	-	-	1,043,857
Investment earnings	7,580	-	112,607
Fines and forfeitures	-	-	48,749
Program revenues	-	-	342,832
Miscellaneous	-	-	20,793
Total Revenues	7,580	-	2,389,239
EXPENDITURES			
Current:			
General government	-	-	-
Public works	-	-	-
Capital outlay	-	-	1,607,923
Debt service:			
Principal	-	90,000	90,000
Interest and fiscal charges	-	118,275	118,275
Total Expenditures	-	208,275	1,816,198
Revenues Over (Under) Expenditures	7,580	(208,275)	573,041
OTHER FINANCING SOURCES (USES)			
Transfers in	-	205,000	205,000
Transfers out	-	-	(425,000)
Total Other Financing Sources (Uses)	-	205,000	(220,000)
Change in Fund Balances	7,580	(3,275)	353,041
Fund Balances (Deficits), Beginning of Year	105,695	12,567	3,168,517
Fund Balances, End of Year	$ 113,275	$ 9,292	$ 3,521,558

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Community Development Block Grant Special Revenue Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance (Deficit), Beginning	$ (114,182)	$ (114,182)	$ -
Revenues (Inflows):			
Intergovernmental	350,000	829,189	479,189
Investment earnings	-	5,187	5,187
Amount Available for Appropriations	350,000	834,376	484,376
Charges to Appropriations (Outflows):			
Capital outlay	350,000	530,807	(180,807)
Total Charges to Appropriations	350,000	530,807	(180,807)
Fund Balance (Deficit), Ending	$ (114,182)	$ 189,387	$ 303,569

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual
Measure M Special Revenue Fund
For the Year Ended June 30, 2025**

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 845,968	$ 845,968	$ -
Revenues (Inflows):			
Investment earnings	5,000	27,073	22,073
Program revenues	321,029	342,832	21,803
Amount Available for Appropriations	326,029	369,905	43,876
Charges to Appropriations (Outflows):			
Capital outlay	640,000	355,152	284,848
Total Charges to Appropriations	640,000	355,152	284,848
Fund Balance, Ending	$ 531,997	$ 860,721	$ 328,724

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Los Alamitos Television Special Revenue Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 57,232	$ 57,232	$ -
Revenues (Inflows):			
Taxes	18,000	14,220	(3,780)
Investment earnings	250	1,767	1,517
Miscellaneous	-	19,787	19,787
Amount Available for Appropriations	18,250	35,774	17,524
Charges to Appropriations (Outflows):			
General government	40,820	-	40,820
Total Charges to Appropriations	40,820	-	40,820
Fund Balance, Ending	$ 34,662	$ 93,006	$ 58,344

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Office of Traffic Safety Special Revenue Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 127,841	$ 127,841	$ -
Revenues (Inflows):			
Investment earnings	500	4,792	4,292
Fines and forfeitures	12,000	48,749	36,749
Amount Available for Appropriations	12,500	53,541	41,041
Fund Balance, Ending	$ 140,341	$ 181,382	$ 41,041

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Asset Seizure Special Revenue Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 47,612	$ 47,612	$ -
Revenues (Inflows):			
Investment earnings	50	1,825	1,775
Miscellaneous	-	1,006	1,006
Amount Available for Appropriations	50	2,831	2,781
Fund Balance, Ending	$ 47,662	$ 50,443	$ 2,781

Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual
Public Safety Augmentation Special Revenue Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 51,196	$ 51,196	$ -
Revenues (Inflows):			
Taxes	141,885	137,673	(4,212)
Investment earnings	150	1,641	1,491
Amount Available for Appropriations	142,035	139,314	(2,721)
Charges to Appropriations (Outflows):			
Transfers out	105,000	105,000	-
Total Charges to Appropriations	105,000	105,000	-
Fund Balance, Ending	$ 88,231	$ 85,510	$ (2,721)

Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual
State Law Enforcement Agency Special Revenue Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 324,122	$ 324,122	$ -
Revenues (Inflows):			
Intergovernmental	170,000	194,663	24,663
Investment earnings	1,600	11,343	9,743
Amount Available for Appropriations	171,600	206,006	34,406
Charges to Appropriations (Outflows):			
Transfers out	200,000	200,000	-
Total Charges to Appropriations	200,000	200,000	-
Fund Balance, Ending	$ 295,722	$ 330,128	$ 34,406

Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual
Air Quality Special Revenue Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning, As Restated	$ 187,518	$ 187,518	$ -
Revenues (Inflows):			
Intergovernmental	15,000	20,005	5,005
Investment earnings	700	6,092	5,392
Amount Available for Appropriations	15,700	26,097	10,397
Fund Balance, Ending	$ 203,218	$ 213,615	$ 10,397

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
State Gas Tax Special Revenue Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 353,915	$ 353,915	$ -
Revenues (Inflows):			
Taxes	651,627	668,508	16,881
Investment earnings	1,400	8,763	7,363
Amount Available for Appropriations	653,027	677,271	24,244
Charges to Appropriations (Outflows):			
Capital outlay	1,311,627	701,515	610,112
Transfers out	120,000	120,000	-
Total Charges to Appropriations	1,431,627	821,515	610,112
Fund Balance, Ending	$ (424,685)	$ 209,671	$ 634,356

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Park Development Capital Projects Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 765,178	$ 765,178	$ -
Revenues (Inflows):			
Investment earnings	4,000	23,919	19,919
Amount Available for Appropriations	4,000	23,919	19,919
Fund Balance, Ending	$ 769,178	$ 789,097	$ 19,919

Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual
Building Improvement Capital Projects Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 396,724	$ 396,724	$ -
Revenues (Inflows):			
Investment earnings	1,800	12,402	10,602
Amount Available for Appropriations	1,800	12,402	10,602
Charges to Appropriations (Outflows):			
Capital outlay	-	20,449	(20,449)
Total Charges to Appropriations	-	20,449	(20,449)
Fund Balance, Ending	$ 398,524	$ 388,677	$ (9,847)

Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual
Residential Streets/Alleys Capital Projects Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 7,131	$ 7,131	$ -
Revenues (Inflows):			
Investment earnings	50	223	173
Amount Available for Appropriations	50	223	173
Fund Balance, Ending	$ 7,181	$ 7,354	$ 173

Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual
Traffic Improvement Capital Projects Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 105,695	$ 105,695	$ -
Revenues (Inflows):			
Charges for services	1,500	-	(1,500)
Investment earnings	2,000	7,580	5,580
Amount Available for Appropriations	3,500	7,580	4,080
Fund Balance, Ending	$ 109,195	$ 113,275	$ 4,080

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Debt Service Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget
Fund Balance, Beginning	$ 12,567	$ 12,567	$ -
Revenues (Inflows):			
Transfers in	205,000	205,000	-
Amount Available for Appropriations	205,000	205,000	-
Charges to Appropriations (Outflows):			
Debt Service:			
Principal	85,000	90,000	(5,000)
Interest and fiscal charges	122,519	118,275	4,244
Total Charges to Appropriations	207,519	208,275	(756)
Fund Balance, Ending	$ 10,048	$ 9,292	$ (756)

Combining Statement of Net Position
All Internal Service Funds
June 30, 2025

	Garage	Technology Replacement	Police Capital Expenditures	Facilities, Streets, Parks and Pool Capital Expenditures	Self-Insurance Trust	Total
ASSETS						
Current assets:						
Cash and investments	$ 4,292	$ 9	$ 14,799	$ 71	$ -	$ 19,171
Accounts receivable	-	-	-	-	9,380	9,380
Total Current Assets	4,292	9	14,799	71	9,380	28,551
Noncurrent assets:						
Capital assets - net of accumulated depreciation	931,222	116,697	112,578	317,977	-	1,478,474
Total Noncurrent Assets	931,222	116,697	112,578	317,977	-	1,478,474
Total Assets	935,514	116,706	127,377	318,048	9,380	1,507,025
LIABILITIES						
Current liabilities:						
Accounts payable	27,354	4,508	-	10,695	49,459	92,016
Accrued interest	1,279	-	-	-	-	1,279
Due to other funds	-	365,100	-	1,970,000	14,321	2,349,421
Claims and judgements	-	-	-	-	48,930	48,930
Leases and subscriptions payable	179,008	31,292	31,401	-	-	241,701
Total Current Liabilities	207,641	400,900	31,401	1,980,695	112,710	2,733,347
Long-term liabilities:						
Claims and judgements	-	-	-	-	402,974	402,974
Leases and subscriptions payable	429,632	55,037	64,969	-	-	549,638
Total Long-term Liabilities	429,632	55,037	64,969	-	402,974	952,612
Total Liabilities	637,273	455,937	96,370	1,980,695	515,684	3,685,959
NET POSITION (DEFICIT)						
Net investment in capital assets	322,582	30,368	16,208	317,977	-	687,135
Unrestricted	(24,341)	(369,599)	14,799	(1,980,624)	(506,304)	(2,866,069)
Total Net Position	$ 298,241	$ (339,231)	$ 31,007	$ (1,662,647)	$ (506,304)	$ (2,178,934)

Combining Statement of Revenues, Expenses, and Changes in Net Position
All Internal Service Funds
For the Year Ended June 30, 2025

	Garage	Technology Replacement	Police Capital Expenditures	Facilities, Streets, Parks and Pool Capital Expenditures	Self-Insurance Trust	Total
OPERATING REVENUES						
Charges for services:						
Miscellaneous	$ -	$ -	$ -	$ -	$ 80,077	$ 80,077
Total Operating Revenues	-	-	-	-	80,077	80,077
OPERATING EXPENSES						
Supplies and materials	245,233	330,121	-	-	-	575,354
Outside services	128,101	202,437	-	1,690,391	-	2,020,929
Claims expense	-	-	-	-	1,478,491	1,478,491
Depreciation	341,099	-	31,417	7,340	-	379,856
Total Operating Expenses	714,433	532,558	31,417	1,697,731	1,478,491	4,454,630
Operating Loss	(714,433)	(532,558)	(31,417)	(1,697,731)	(1,398,414)	(4,374,553)
NON-OPERATING REVENUES (EXPENSES)						
Loss of disposal of sales of capital assets	(147,907)	-	-	-	-	(147,907)
Interest expense	(111,712)	(3,542)	(2,900)	-	-	(118,154)
Total Non-operating Revenues (Expenses)	(259,619)	(3,542)	(2,900)	-	-	(266,061)
INCOME BEFORE TRANSFERS	(974,052)	(536,100)	(34,317)	(1,697,731)	(1,398,414)	(4,640,614)
Transfers in	700,000	400,000	-	675,000	700,000	2,475,000
Total Transfers	700,000	400,000	-	675,000	700,000	2,475,000
Change in Net Position	(274,052)	(136,100)	(34,317)	(1,022,731)	(698,414)	(2,165,614)
Net Position, Beginning of Year	572,293	(203,131)	65,324	(639,916)	192,110	(13,320)
Net Position, End of Year	$ 298,241	$ (339,231)	$ 31,007	$ (1,662,647)	$ (506,304)	$ (2,178,934)

Combining Statement of Cash Flows
All Internal Service Funds
For the Year Ended June 30, 2025

	Garage	Technology Replacement	Police Capital Expenditures	Facilities, Streets, Parks and Pool Capital Expenditures	Self-Insurance Trust	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Payments to suppliers and service providers	$ (370,955)	$ (672,348)	$ -	$ (1,752,353)	$ (1,209,311)	$ (4,004,967)
Cash received from (payments to) others	-	-	-	-	1,583,779	1,583,779
Net Cash Provided by (Used for) Operating Activities	(370,955)	(672,348)	-	(1,752,353)	374,468	(2,421,188)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES						
Transfers in	700,000	400,000	-	675,000	700,000	2,475,000
Net borrowings (repayments) to other funds	-	306,267	-	1,077,424	(1,074,468)	309,223
Net Cash Provided by Non-Capital Financing Activities	700,000	706,267	-	1,752,424	(374,468)	2,784,223
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition and construction of capital assets	(92,539)	-	-	-	-	(92,539)
Proceeds from sale of capital assets	15,535	-	-	-	-	15,535
Principal paid on leases payable	(144,998)	(30,368)	(30,700)	-	-	(206,066)
Interest paid on leases payable	(111,712)	(3,542)	(2,900)	-	-	(118,154)
Net Cash Used for Capital and Related Financing Activities	(333,714)	(33,910)	(33,600)	-	-	(401,224)
Net increase (decrease) in cash and cash equivalents	(4,669)	9	(33,600)	71	-	(38,189)
Cash and equivalents, beginning of year	8,961	-	48,399	-	-	57,360
Cash and equivalents, end of year	$ 4,292	$ 9	$ 14,799	$ 71	$ -	$ 19,171
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES						
Operating loss	$ (714,433)	$ (532,558)	$ (31,417)	$ (1,697,731)	$ (1,398,414)	$ (4,374,553)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities:						
Depreciation	341,099	-	31,417	7,340	-	379,856
Changes in operating assets and liabilities:						
(Increase) decrease in accounts receivable	-	-	-	-	1,503,702	1,503,702
Increase (decrease) in accounts payable	2,379	(139,790)	-	(61,962)	(14,804)	(214,177)
Increase (decrease) in claims and judgements	-	-	-	-	283,984	283,984
Total Adjustments	343,478	(139,790)	31,417	(54,622)	1,772,882	1,953,365
Net Cash Provided by (Used for) Operating Activities	$ (370,955)	$ (672,348)	$ -	$ (1,752,353)	$ 374,468	$ (2,421,188)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES						
Lease liability	$ 371,231	$ 116,697	$ -	$ -	$ -	$ 487,928
Lease acquisition	(371,231)	(116,697)	-	-	-	(487,928)

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STATISTICAL SECTION

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

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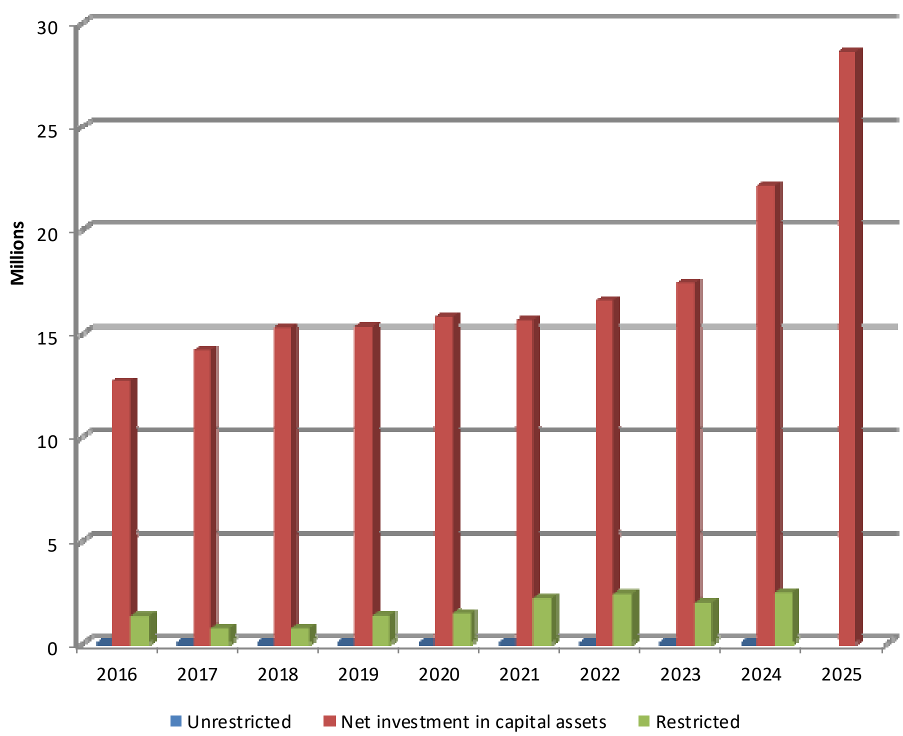
Net Position by Component
Last Ten Fiscal Years
(Accrual basis of accounting)
(Amounts expressed in thousands)

	2016	2017	2018*	2019	2020
Governmental activities					
Net investment in capital assets	$ 12,658	$ 14,156	$ 15,281	$ 15,315	$ 15,776
Restricted	1,334	764	761	1,350	1,453
Unrestricted	(3,828)	(5,506)	(10,679)	(10,746)	(11,287)
Total governmental activities net position	$ 10,164	$ 9,414	$ 5,363	$ 5,919	$ 5,942

	2021	2022	2023	2024	2025
Governmental activities					
Net investment in capital assets	$ 15,623	$ 16,545	$ 17,439	$ 22,099	$ 28,544
Restricted	2,153	2,353	1,950	2,434	2,828
Unrestricted	(9,608)	(5,197)	(1,899)	(3,133)	(10,847)
Total governmental activities net position	$ 8,168	$ 13,701	$ 17,490	$ 21,400	$ 20,525



Source: City of Los Alamitos, Finance Department

* In Fiscal Year 2017-18 the City implemented GASB Statement No. 75, which resulted in a $3.6 million decrease to the City's net position in relation to accounting for the City's total OPEB liability.

City of Los Alamitos

Changes in Net Position
Last Ten Fiscal Years
(Accrual basis of accounting)
(Amounts expressed in thousands)

	2016	2017	2018	2019	2020
Expenses					
Governmental activities:					
General government	$ 2,976	$ 2,830	$ 3,517	$ 3,135	$ 3,586
Public safety	5,732	6,922	6,311	6,556	6,912
Community development	685	775	1,104	986	1,091
Recreation and community services	1,834	1,783	1,811	1,746	1,758
Public works	2,339	2,306	2,314	2,415	2,572
Interest and fiscal charges	302	148	141	142	58
Total governmental activites expenses	13,868	14,764	15,198	14,980	15,977
Program Revenues					
Governmental activities:					
Charges for services					
General government	225	272	814	831	1,335
Public safety	808	825	859	916	711
Community development	80	100	198	3	3
Recreation and community services	1,225	1,087	956	937	781
Public works	139	-	-	167	508
Operating grants	398	453	151	442	628
Capital grants and contributions	530	369	391	254	249
Total governmental activites program revenues	3,405	3,106	3,369	3,550	4,215
Net (expense)/revenue					
Governmental activities	(10,463)	(11,658)	(11,829)	(11,430)	(11,762)
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property	3,118	3,603	3,773	3,946	4,169
Utility users tax	2,092	2,037	2,034	1,968	1,988
Transient occupancy	156	159	167	160	132
Sales	3,357	3,160	3,336	3,597	3,227
Franchise	709	669	691	688	611
Business license	566	609	647	684	730
Other	251	339	429	557	564
	10,249	10,576	11,077	11,600	11,421
Investment income	86	63	102	271	254
Other	185	269	182	115	110
Total governmental activities	10,520	10,908	11,361	11,986	11,785
Changes in Net Position					
Governmental activities	$ 57	$ (750)	$ (468)	$ 556	$ 23

Source: City of Los Alamitos, Finance Department

Changes in Net Position, (Continued)
Last Ten Fiscal Years
(Accrual basis of accounting)
(Amounts expressed in thousands)

	2021	2022	2023	2024	2025
Expenses					
Governmental activities:					
General government	$ 3,493	$ 2,548	$ 3,617	$ 4,683	$ 6,688
Public safety	7,135	6,382	8,824	10,760	11,777
Community development	957	1,344	2,121	2,576	4,398
Recreation and community services	1,471	2,043	2,808	3,228	3,895
Public works	2,907	3,226	3,333	2,306	1,378
Interest and fiscal charges	331	138	227	191	239
Total governmental activites expenses	16,294	15,681	20,930	23,744	28,375
Program Revenues					
Governmental activities:					
Charges for services					
General government	914	1,035	1,557	1,829	1,445
Public safety	478	411	390	604	860
Community development	2	1	1	-	10
Recreation and community services	527	892	545	460	513
Public works	353	1	-	-	-
Operating grants	1,872	677	1,071	1,824	1,570
Capital grants and contributions	241	308	264	375	364
Total governmental activites program revenues	4,387	3,325	3,828	5,092	4,762
Net (expense)/revenue					
Governmental activities	(11,907)	(12,356)	(17,102)	(18,652)	(23,613)
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property	4,455	4,732	5,067	5,301	5,645
Utility users tax	1,834	2,123	2,308	2,830	2,570
Transient occupancy	223	522	635	598	581
Sales	4,855	9,671	10,718	9,632	9,987
Franchise	725	1,071	862	882	850
Business license	886	728	631	1,141	1,049
Other	548	640	671	803	826
	13,526	19,487	20,892	21,187	21,508
Investment income	78	(665)	(132)	1,243	1,263
Other	528	83	131	131	(33)
Total governmental activities	14,132	18,905	20,891	22,561	22,738
Changes in Net Position					
Governmental activities	$ 2,225	$ 6,549	$ 3,789	$ 3,909	$ (875)

Source: City of Los Alamitos, Finance Department

Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)
(Amounts expressed in thousands)

	2016	2017	2018	2019	2020
General Fund					
Nonspendable	$ 59	$ 17	$ 18	$ 56	$ 14
Committed	-	-	-	3,607	3,286
Assigned	7,347	7,481	7,662	4,589	4,196
Unassigned	3	56	49	588	2,785
Total General Fund	7,409	7,554	7,729	8,840	10,281
All Other Governmental Funds					
Restricted	1,333	1,334	713	1,180	1,453
Committed					-
Assigned	1,001	345	129	99	200
Unassigned	-	-	-	(4)	(9)
Total All Other Governmental Funds	2,334	1,679	842	1,275	1,644
Total All Governmental Funds	$ 9,743	$ 9,233	$ 8,571	$ 10,115	$ 11,925

Source: City of Los Alamitos, Finance Department

Fund Balances of Governmental Funds, (Continued)
Last Ten Fiscal Years
(Modified accrual basis of accounting)
(Amounts expressed in thousands)

	2021	2022	2023	2024	2025
General Fund					
Nonspendable	$ 7	$ 4	$ 35	$ 61	$ 46
Committed	3	3	1,583	1,583	1,583
Assigned	4,203	4,196	3,900	3,600	3,000
Unassigned	9,403	12,570	14,555	17,775	14,263
Total General Fund	13,616	16,773	20,073	23,019	18,892
All Other Governmental Funds					
Restricted	2,153	2,353	1,950	2,434	2,829
Committed	-	-	134	432	288
Assigned	109	243	339	416	405
Unassigned	(10)	(114)	(114)	(114)	-
Total All Other Governmental Funds	2,252	2,482	2,309	3,168	3,522
Total All Governmental Funds	$ 15,868	$ 19,255	$ 22,382	$ 26,187	$ 22,414

Source: City of Los Alamitos, Finance Department

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)
(Amounts expressed in thousands)

	2016	2017	2018	2019	2020
Revenues					
Taxes	$ 10,559	$ 10,724	$ 11,078	$ 11,600	$ 11,422
Licenses and permits	225	272	814	831	1,462
Intergovernmental	245	609	323	294	684
Charges for services	1,459	1,202	1,169	1,121	1,310
Investment earnings	86	63	106	271	254
Fines and forfeitures	781	810	844	900	694
Other	460	476	398	349	301
Total Revenues	13,815	14,156	14,732	15,366	16,127
Expenditures					
General government	2,735	2,029	2,243	2,299	2,405
Public safety	5,711	5,777	5,751	5,886	5,585
Community development	657	715	1,044	928	1,052
Recreation and community services	1,739	1,646	1,598	1,590	1,615
Public works	1,963	1,963	1,943	2,064	1,983
Capital outlay	213	1,972	1,068	332	865
Debt service:					
Principal retirement	75	70	70	70	75
Payment to refunded bond escrow agent	220	-	-	-	-
Interest and fiscal charges	311	142	140	139	136
Total Expenditures	13,624	14,314	13,857	13,308	13,716
Excess of revenues over/(under) expenditures	191	(158)	875	2,058	2,411
Other Financing Sources (Uses)					
Lease Acquisitions					
Transfers in	681	1,280	832	597	808
Transfers out	(1,203)	(2,201)	(1,752)	(1,157)	(1,409)
Refunding bonds issued	3,685	-	-	-	-
Bond premium	133	-	-	-	-
Payment to refunded bond escrow agent	(2,722)	-	-	-	-
Total other financing sources	574	(921)	(920)	(560)	(601)
Net change in fund balances	$ 765	$ (1,079)	$ (45)	$ 1,498	$ 1,810
Debt service as a percentage of noncapital expenditures	2.865%(1)	1.713%	1.640%	1.611%	1.642%

(1) Increase in debt service related to issuance of 2015 Certificates of Participation

Source: City of Los Alamitos, Administrative Services Department

Changes in Fund Balances of Governmental Funds, (Continued)
Last Ten Fiscal Years
(Modified accrual basis of accounting)
(Amounts expressed in thousands)

	2021	2022	2023	2024	2025
Revenues					
Taxes	$ 13,526	$ 19,487	$ 21,116	$ 21,519	$ 21,505
Licenses and permits	914	1,035	815	816	780
Intergovernmental	1,888	699	691	1,429	1,101
Charges for services	890	905	881	765	925
Investment earnings	78	(665)	(132)	1,243	1,263
Fines and forfeitures	468	401	575	776	1,574
Other	610	324	774	1,105	500
Total Revenues	18,374	22,186	24,720	27,653	27,648
Expenditures					
General government	2,240	2,993	3,055	3,847	5,557
Public safety	5,938	6,617	7,699	8,455	8,688
Community development	1,185	1,292	1,903	2,257	3,831
Recreation and community services	1,391	1,911	2,485	2,706	3,153
Public works	2,379	2,952	3,034	3,800	4,471
Capital outlay	490	957	2,597	1,772	2,894
Debt service:					
Principal retirement	75	80	94	214	226
Payment to refunded bond escrow agent	-		-	-	-
Interest and fiscal charges	134	130	165	138	127
Total Expenditures	13,832	16,932	21,032	23,189	28,947
Excess of revenues over/(under) expenditures	4,542	5,254	3,688	4,464	(1,299)
Other Financing Sources (Uses)					
Lease Acquisitions			199	-	-
Transfers in	733	828	736	732	630
Transfers out	(1,334)	(1,678)	(1,496)	(1,392)	(3,105)
Refunding bonds issued	-	-	-	-	-
Bond premium	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Total other financing sources	(601)	(850)	(561)	(660)	(2,475)
Net change in fund balances	$ 3,941	$ 4,404	$ 3,127	$ 3,804	$ (3,774)
Debt service as a percentage of noncapital expenditures	1.566%	1.315%	1.405%	1.644%	1.355%

Source: City of Los Alamitos, Administrative Services Department

2024/25 Use Category Summary - Basic Property Value Table
Last Ten Fiscal Years
(Amounts expressed in thousands)

Category	2016	2017	2018	2019	2020
Residential	$ 1,091,854	$ 1,143,395	$ 1,200,335	$ 1,266,083	$ 1,332,806
Commercial	359,002	365,544	393,211	405,241	427,330
Industrial	278,399	292,535	292,689	308,001	315,346
Institutional	-	-	-	-	-
Miscellaneous	-	-	-	1,793	608
Recreational	-	-	-	-	-
Vacant land	9,710	9,905	11,648	10,088	19,185
SBE Nonunitary	222	222	222	970	970
Cross Reference	3,083	3,998	4,139	4,109	4,177
Unsecured	138,386	154,478	163,741	161,257	164,509
Other	-	-	-	-	-
Totals	$ 1,880,656	$ 1,970,077	$ 2,065,985	$ 2,157,542	$ 2,264,931
Direct rate	0.11571%	0.11578%	0.11578%	0.11821%	0.11848%

Note: In 1978, the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year the assessed value of property may be increased by an inflation factor (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Source: HdL Coren and Cone, Orange County Assessor Tax Rate Table

2024/25 Use Category Summary - Basic Property Value Table, (Continued)
Last Ten Fiscal Years
(Amounts expressed in thousands)

Category	2021	2022	2023	2024	2025
Residential	$ 1,408,761	$ 1,479,534	$ 1,601,740	$ 1,698,428	$ 1,786,722
Commercial	459,279	506,538	532,835	584,480	549,298
Industrial	382,149	417,895	438,566	520,831	540,905
Institutional	-	-	-	-	-
Miscellaneous	555	-	572	2,205	1,449
Recreational	-	-	-	-	-
Vacant land	14,902	10,998	948	834	115
SBE Nonunitary	970	401	361	361	361
Cross Reference	3,976	4,002	4,215	4,368	4,797
Unsecured	158,443	189,648	183,150	175,911	238,862
Other	-	-	-	-	-
Totals	$ 2,429,035	$ 2,609,016	$ 2,762,387	$ 2,987,418	$ 3,122,509
Direct rate	1.17510%	0.11703%	0.11703%	0.11656%	11.69800%

Source: HdL Coren and Cone, Orange County Assessor Tax Rate Table

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Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Amounts expressed in thousands)

Fiscal Year Ended June 30	Secured	Unsecured	Less: Exemptions (1)	Taxable Assessed Value (2)	Total Direct Tax Rate
2016	$ 1,742,048	$ 138,386	$ -	$ 1,880,434	0.116
2017	1,806,377	154,478	-	1,960,855	0.116
2018	1,902,022	163,742	-	2,065,764	0.116
2019	1,995,314	161,257	-	2,156,571	0.116
2020	2,099,452	164,509	-	2,263,961	0.116
2021	2,269,621	158,443	-	2,428,064	0.116
2022	2,418,967	189,648	-	2,609,016	0.117
2023	2,578,876	183,150	-	2,762,386	0.117
2024	2,811,508	175,910	-	2,987,418	0.117
2025	2,833,287	238,862	-	3,211,509	0.117

(1) Exemptions are netted against the individual property categories.

(2) Total includes Nonunitary Taxable Assessed Values.

Note:
In 1978, the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year the assessed value of property may be increased by an inflation factor (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Source: HdL Coren and Cone, Orange County Assessor Combined Tax Rolls

Direct and Overlapping Property Tax Rates
(Rate per $100 of assessed value)
Last Ten Fiscal Years

	2016	2017	2018	2019	2020
City Direct Rate	0.116	0.116	0.116	0.116	0.116
Overlapping Rates:					
Los Alamitos City General Fund	0.101	0.101	0.101	0.101	0.101
Los Alamitos City Lighting Reorganization	0.016	0.016	0.016	0.016	0.016
Educational Revenue Augmentation Fund	0.145	0.145	0.145	0.145	0.145
Los Alamitos Unified General Fund	0.412	0.412	0.412	0.412	0.412
North Orange Co. Community College District	0.059	0.059	0.059	0.059	0.059
Orange County Department of Education	0.031	0.031	0.031	0.031	0.031
Orange County Fire Authority	0.095	0.095	0.095	0.095	0.095
Orange County Flood Control District General	0.017	0.017	0.017	0.017	0.017
Orange County General Fund	0.052	0.052	0.052	0.052	0.052
Orange County Harbors Beaches & Parks Csa 26	0.013	0.013	0.013	0.013	0.013
Orange County Public Library	0.014	0.014	0.014	0.014	0.014
Orange County Sanitation District 3 Operating	0.027	0.027	0.027	0.027	0.027
Orange County Transit Authority	0.002	0.002	0.002	0.002	0.002
Orange County Vector Control	0.001	0.001	0.001	0.001	0.001
Orange County Water District	0.006	0.006	0.006	0.006	0.006
Orange County Water District reserve	0.000	0.000	0.000	0.000	0.000
Rossmoor/Los Alamitos Sewer District	0.010	0.010	0.010	0.010	0.010
Total Prop 13 Rate	1.000	1.000	1.000	1.000	1.000
Anaheim High School District	0.049	0.043	0.022	0.042	0.040
Cypress Elementary	0.025	0.024	0.031	0.030	0.030
Garden Grove Unified School District	0.047	0.045	0.075	0.068	0.069
Los Alamitos Sfid	0.052	0.048	0.047	0.049	0.080
Metropolitan Water District	0.004	0.004	0.004	0.004	0.004
N. Orange County Community College	0.030	0.029	0.029	0.028	0.024
Total Voter Approved tax Rate	0.207	0.192	0.207	0.221	0.247
Total Tax Rate	1.207	1.192	1.207	1.220	1.247

Source: HdL Coren and Cone, Orange County Assessor 2015/2016 - 2023/2024 Tax Rate Table

Direct and Overlapping Property Tax Rates, (Continued)
(Rate per $100 of assessed value)
Last Ten Fiscal Years

	2021	2022	2023	2024	2025
	0.116	0.117	0.117	0.117	0.117
Los Alamitos City General Fund	0.101	0.101	0.101	0.101	0.101
Los Alamitos City Lighting Reorganization	0.016	0.016	0.016	0.016	0.016
Educational Revenue Augmentation Fund	0.145	0.145	0.145	0.145	0.145
Los Alamitos Unified General Fund	0.412	0.412	0.412	0.412	0.412
North Orange Co. Community College District	0.059	0.059	0.059	0.059	0.059
Orange County Department of Education	0.031	0.031	0.031	0.031	0.031
Orange County Fire Authority	0.095	0.095	0.095	0.095	0.095
Orange County Flood Control District General	0.017	0.017	0.017	0.017	0.017
Orange County General Fund	0.052	0.052	0.052	0.052	0.052
Orange County Harbors Beaches & Parks Csa 26	0.013	0.013	0.013	0.013	0.013
Orange County Public Library	0.014	0.014	0.014	0.014	0.014
Orange County Sanitation District 3 Operating	0.027	0.027	0.027	0.027	0.027
Orange County Transit Authority	0.002	0.002	0.002	0.002	0.002
Orange County Vector Control	0.001	0.001	0.001	0.001	0.001
Orange County Water District	0.006	0.006	0.006	0.006	0.006
Orange County Water District Reserve	0.000	0.000	0.000	0.000	0.000
Rossmoor/Los Alamitos Sewer District	0.010	0.010	0.010	0.010	0.010
Total Prop 13 Rate	1.000	1.000	1.000	1.000	1.000
Anaheim High School District	0.040	0.038	0.030	0.032	0.033
Cypress Elementary	0.033	0.030	0.032	0.031	0.029
Garden Grove Unified School District	0.070	0.074	0.063	0.067	0.061
Los Alamitos Sfid	0.093	0.079	0.082	0.072	0.070
Metropolitan Water District	0.004	0.004	0.004	0.004	0.007
N. Orange County Community College	0.032	0.029	0.028	0.017	0.017
Total Voter Approved tax Rate	0.271	0.253	0.238	0.222	0.217
Total Tax Rate	1.271	1.253	1.238	1.222	1.217

Source: HdL Coren and Cone, Orange County Assessor 2015/2016 - 2023/2024 Tax Rate Table

Principal Property Taxpayers
Current and Ten Years Ago
(Amounts expressed in thousands)

	2025		2016	
	Taxable Assessed Value	Percent of Total City Taxable Assessed Value	Taxable Assessed Value	Percent of Total City Taxable Assessed Value
Los Alamitos APG LLC	$ 133,110	4.263%		
The Regents	92,492	2.962%		
Duke Realty Los Alamitos LP	68,462	2.193%		
Fine US Long Beach LLC	62,620	2.005%		
JCB Merger Sub LLC	45,895	1.470%		
Trend Offset Printing Inc.			$ 49,601.0	2.793%
Bar Bakers LLC	35,751	1.145%		
Lampson Park Place LLC				
Los Alamitos Luxury Apartments LLC	28,566	0.915%		
Los Alamitos Medical Center	46,222	1.480%	104,326	5.874%
Los Alamitos Corporation Center JV			55,556	3.128%
Epson America USA				
CGM Katella LLC			18,232	1.027%
Ganahl Lumber Company			15,592	0.878%
Don Wilson Staples LLC			31,555	1.777%
JCB Inc Tinicum Corporation			17,728	0.998%
Bayport Los Alamitos Associates LP			129,112	7.269%
Fine US Long Beach LLC				
Davenport KCC Partners LLC				
Arrowhead Products Corporation			13,650	0.769%
Golden State Water Company	33,492	1.073%		
Millrose Properties California LLC	27,570	0.883%		
Katella Property Owner LLC			13,000	0.732%
Top Ten Totals	$ 574,180	18.388%	$ 448,352	25.24%
City Totals	$ 2,966,736		$ 1,776,130	

Source: HdL Coren and Cone, Orange County Assessor 2014/15 and 2023/24 Tax Rolls

Principal Property Taxpayers
Current and Ten Years Ago
(Amounts expressed in thousands)

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Collections for Prior Years (1)	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2016	$ 2,261,032	$ 2,220,841	98.222%	$ 18,519	$ 2,239,360	99.041%
2017	2,347,295	2,314,148	98.588%	17,812	2,331,960	99.347%
2018	2,457,342	2,440,391	99.310%	16,019	2,456,410	99.962%
2019	2,679,049	2,629,318	98.144%	16,951	2,646,269	98.776%
2020	2,786,377	2,742,208	98.415%	21,973	2,764,181	99.203%
2021	2,903,005	2,761,268	95.118%	18,858	2,780,126	95.767%
2022	2,950,445	2,737,154	92.771%	18,843	2,755,997	93.410%
2023	3,007,393	2,762,386	91.853%	22,187	2,784,573	92.591%
2024	3,155,501	2,987,413	94.673%	22,741	3,010,154	95.394%
2025	3,294,986	3,150,756	95.623%	28,042	3,178,798	96.474%

(1) Total amount of delinquent taxes collected in each fiscal year; information regarding levy year to which delinquent tax collections pertain is not provided by the Orange County Auditor- Controller.

Source: Orange County Auditor - Controller

Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(Amounts expressed in thousands, except per capita)

	Governmental Activities				Debt as a
Fiscal Year	Certificates of Participation	Leases	Subscription	Total Primary Government	Percentage of Personal Income[1]
2016	$ 3,685	$ -	$ -	$ 3,685	0.874%
2017	3,615	270	-	3,885	0.849%
2018	3,545	204	-	3,749	0.871%
2019	3,475	137	-	3,612	0.869%
2020	3,400	69	-	3,469	0.782%
2021	3,325	68	-	3,393	0.704%
2022	3,245	62	-	3,307	0.688%
2023	3,261	688	-	3,949	0.772%
2024	3,171	739	-	3,910	0.687%
2025	3,077	799	86	3,962	0.696%

[1] Ratio is calculated using personal income and population data for the prior calendar year.

Source: City of Los Alamitos, Finance Department

Direct and Overlapping Governmental Activity Debt
As of June 30, 2025
(Amounts expressed in thousands)

2024-2025 Taxable Assessed Valuation: $3,122,396,231

	Total Debt 6/30/2025	Percent Applicable to City (1)	City's Share of Debt 6/30/2025
DIRECT DEBT			
Vehicle Lease Liability	$ 609	100.000%	$ 609
Warehouse Lease Liability	94	100.000%	94
Camera Lease Liability	96	100.000%	96
Subscription Liability	86	100.000%	86
Bonded Debt	3,077	100.000%	3,077
TOTAL DIRECT DEBT			$ 3,962
OVERLAPPING TAX ASSESSMENT DEBT:			
Metropolitan Water District	17,155	0.077%	$ 13
N.OC Community College 2014 Bond Series B	275,135	1.728%	4,754
Garden Grove USD 2016 Series 2021	509,370	0.010%	51
Los Alamitos SFID #1 2008 Series A	213,215	23.813%	50,773
Anaheim High 2014 Bond Series 2019	424,314	0.096%	407
Cypress Elementary 2008 Bond, Series B1 & B2	29,484	0.641%	189
TOTAL OVERLAPPING TAX ASSESSMENT DEBT:			$ 56,187
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Orange County General Fund Obligations	429,065	0.384%	$ 1,648
Orange County Board of Education Cert of Participations	9,120	0.384%	35
Los Alamitos SFID #1 2008 Series 2020G	27,038	21.265%	5,750
Anaheim High 2018 Bond Series 2014	26,880	0.098%	26
Cypress Elementary 2008 Bond Series A	2,096	0.665%	14
N.OC Community College 2014 Bond Series A	6,880	1.771%	122
City of Los Alamitos Certificate of Participation	2,985	100.000%	3,077
Lease payable			799
Subscription payable			86
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT:			$ 11,557
TOTAL DIRECT DEBT			3,962
TOTAL OVERLAPPING DEBT			56,187
TOTAL DIRECT & OVERLAPPING DEBT			$ 60,149

(1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations. Qualified Zone Academy Bonds are included based on principal due at maturity.

Ratios to Assessed Valuation:

Total Direct Debt.. 0.10%

Overlapping Debt... 1.80%

Legal Debt Margin Information
Last Ten Fiscal Years

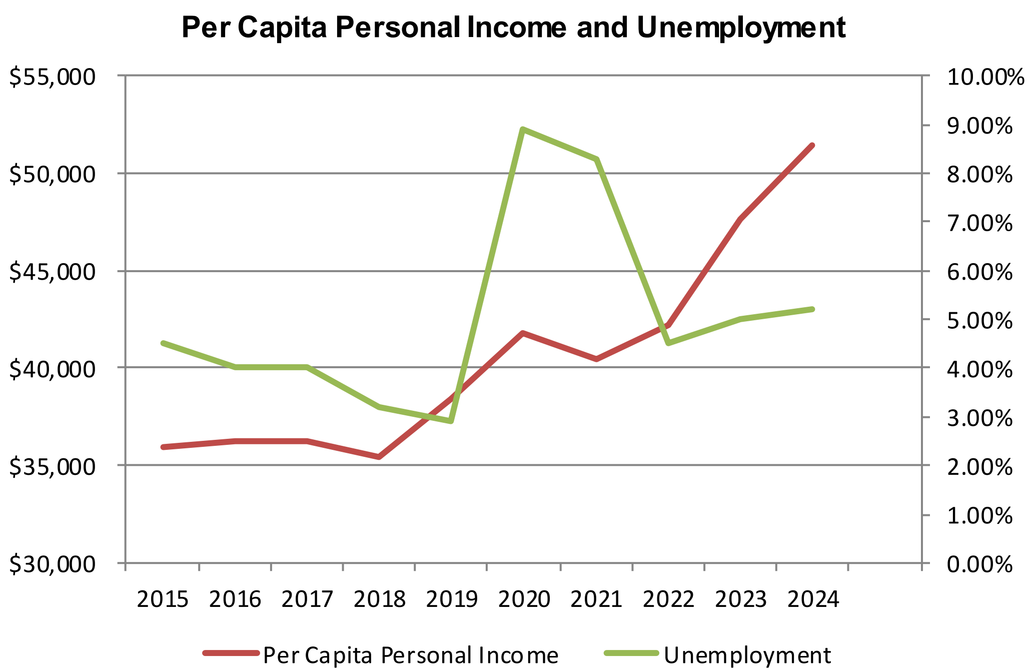
Legal Debt Margin Calculation for the Current Year		
Assessed value	$	3,122,396,231
Debt limit (15% of assessed value)		468,359,435
Debt applicable to limit		-
Legal debt margin - Current Year	$	468,359,435

Fiscal Year	Debt Limit	Debt Applicable to Limit	Legal Debt Margin	Debt as Percentage of Limit
2016	$ 282,098,369	$ -	$ 282,098,369	-
2017	294,161,529	-	294,161,529	-
2018	309,897,790	-	309,897,790	-
2019	323,585,613	3,612,467	319,973,146	1.12%
2020	343,305,168	3,565,517	339,739,651	1.04%
2021	367,857,100	3,325,000	364,532,100	0.90%
2022	394,702,562	3,350,121	391,352,441	0.85%
2023	414,562,396	3,160,000	411,402,396	0.76%
2024	442,992,617	3,075,000	439,917,617	0.69%
2025	468,359,435	2,985,000	465,374,435	0.64%

Source: City of Los Alamitos, Finance Department

Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Unemployment Rate
2015	11,725	$ 437,214	$ 37,289	5.50%
2016	11,739	425,943	36,284	4.00%
2017	11,863	430,396	36,280	3.20%
2018	11,721	415,852	35,479	2.90%
2019	11,567	443,756	38,363	8.90%
2020	11,538	481,688	41,747	8.30%
2021	11,873	480,337	42,156	4.50%
2022	12,129	511,316	42,156	5.00%
2023	11,947	569,293	47,651	5.20%
2024	11,846	608,932 *	51,404 *	5.20%



Sources: Population: Data Commons
Unemployment Rate: Bureau of Labor Statistics
Personal Income and Per Capita Income: Census Bureau *Estimated* *

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Full-Time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Government										
City Council	5	5	5	5	5	5	5	5	5	5
Administration	8	8	8	8	6	6	7	8	10	12
Community Development										
Administration	1	1	1	1	1	1	1	3	6	8
Planning	1	1	1	1	1	1	1	1	1	1
Neighborhood Preservation	1	1	1	1	1	1	1	1	1	2
Police										
Administration	4	4	4	4	4	4	5	5	5	5
Patrol	19	19	18	18	13	13	15	15	15	13
Investigation	3	3	3	3	3	2	3	4	3	3
Records	2	2	2	2	2	3	3	3	3	3
Crossing Guards	3	1	1	1	1	1	1	1	1	1
Other PD Support	2	2	2	2	2	3	3	0	3	3
Public Works										
Admin/Engineering	1	1	1	1	1	1	4	3	1	1
Maintenance	10	10	9	9	7	7	6	6	10	11
Recreation & Community Services										
Administration	5	5	4	4	4	2	7	3	6	6
Recreation/Cultural	15	14	11	11	11	9	11	5	6	6

Source: City of Los Alamitos, Finance Department

Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2016	2017	2018	2019	2020
Community Development					
Number of:					
Business licenses	2,169	2,068	2,153	1,806	2,046
Plan checks	96	93	108	98	74
NPDES inspections	60	60	157	85	79
Code violations	267	267	483	420	451
Police					
Number of:					
Part 1 crimes	252	268	209	193	189
Parking violations	3,963	2,997	4,043	4,221	1,471
Traffic (moving) violations	1,473	2,885	1,430	1,114	342
Incident & crime reports	1,167	1,254	896	752	729
Public Works					
Square yd of street resurfacing/repair	-	-	-	-	-
Miles of street sweeping	33	33	33	33	33
Number of:					
Street signal maintained	25	25	25	25	21
Trees pruned per year	991	991	991	991	995
Square feet graffiti removal	1,205	1,205	1,205	1,205	900
Recreation & Community Services					
Total in attendance:					
Aquatics	163,000	-	-	-	-
Community Services/Seniors	13,180	14,000	14,100	18,390	17,040
Day Camp	2,800	3,000	4,040	3,500	3,200
Park Program	4,262	4,140	4,040	3,000	2,400
Sports	35,500	30,000	30,500	28,234	14,970
Classes	8,900	8,900	8,800	10,300	9,960
Special Events	30,475	34,820	35,000	38,225	31,600

NA - Not Available

Source: City of Los Alamitos, Finance Department

Operating Indicators by Function/Program, (Continued)
Last Ten Fiscal Years

Function/Program	2021	2022	2023	2024	2025
Community Development					
Number of:					
Business licenses	2,630	2,413	2,220	2,317	2,296
Plan checks	81	338	408	398	27
NPDES inspections	9	55	75	85	75
Code violations	946	1,892	1,194	1,006	1,130
Police					
Number of:					
Part 1 crimes	330	157	343	197	302
Parking violations	1,470	3,835	1,915	2,794	3,998
Traffic (moving) violations	636	677	1,313	784	1,626
Incident & crime reports	1,046	1,044	1,116	863	1,426
Public Works					
Square yd of street resurfacing/repair	-	62,445	75,750	15,000	29,854
Miles of street sweeping	33	858	3,604	3,604	3,604
Number of:					
Street signal maintained	22	28	72	21	21
Trees pruned per year	1,375	1,529	1,832	272	720
Square feet graffiti removal	1,100	1,836	2,412	108	3,027
Recreation & Community Services					
Total in attendance:					
Aquatics	-	-	885	3,000	3,000
Community Services/Seniors	16,000	21,600	23,760	23,000	24,500
Day Camp	4,500	4,400	4,840	4,900	4,900
Park Program	2,250	1,800	2,000	2,000	1,800
Sports	13,000	15,500	17,248	17,200	19,000
Classes	8,000	11,000	12,100	12,000	13,500
Special Events	20,000	35,020	41,650	42,000	37,750

NA - Not Available

Source: City of Los Alamitos, Finance Department

Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Community Develoment										
Code enforcement vehicles	1	1	1	1	1	2	2	2	3	2
EV Vehicles (Cart)									2	2
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Vehicles	7	8	8	8	8	10	13	9	11	12
Other Vehicles	9	9	9	9	9	11	11	16	19	19
Public Works										
Streets (Miles)	32.9	32.9	32.9	32.9	32.9	32.9	32.9	32.9	32.9	32.9
Street lights	911	911	911	911	911	911	911	911	911	911
Traffic signals	25	25	25	25	25	25	25	25	25	25
Public works vehicles	13	13	11	11	11	11	11	10	15	16
Recreation & Community Services										
Youth centers	1	1	1	1	1	1	1	1	1	1
Community centers	1	1	1	1	1	1	1	1	1	1
Parks	9	9	9	9	9	9	9	9	9	9
Community service vehicles	2	2	3	3	3	3	3	5	6	7

Source: City of Los Alamitos, Administrative Services Department

Top 10 Businesses for Fiscal Years 2024/25

Ranking	Firm Name
1	Ganahl Lumber
2	Amazon MFA
3	Katella Bakery & Deli
4	Ikon Office Solutions
5	7 Eleven
6	Medline Industries
7	Amazon Com Services Inc
8	Mamas Comfort Food
9	Siteone Landscape Supply
10	Chevron

Source: HdL Coren and Cone, Sales Tax Trends and Economic Drivers

Principal Employers
Current Year and Ten Years Ago

	FY2024-2025			FY2015-2016		
EMPLOYER	Employees	Rank	% of Total City Employment	Employees	Rank	% of Total City Employment
Los Alamitos Medical Center				1,100	1	7.79%
Arrowhead Products	700	1	4.81%	661	2	4.68%
Trend Offset Printing				601	3	4.26%
Epson America	572	2	3.93%			
Bar Bakers, LLC	430	3	2.95%			
Alliance Space Systems	173	6	1.19%	127	8	0.90%
Katella Delicatessen-Restaurant-Bakery, Inc.	219	5	1.50%	189	4	1.34%
Bearing Inspection, Inc.	109	8	0.75%	98	10	0.69%
Ganahl Lumber				129	7	0.91%
Alamitos West Health & Rehabilitation	150	7	1.03%	158	5	1.12%
Millie & Severson Inc.				133	6	0.94%
Grating Pacific				99	9	0.70%
Bar Bakers L L C	403	4				
Watersafe Swim School, Inc	102	9				
Collaborative Neuorscience Research, LLC	91	10				
Total	2,949		16.16%	3,295		23.33%

Source: HdL Companies, City Planning Department, and State of California Employment Development Department

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Independent Auditor's Report

To the Honorable City Council
City of Los Alamitos, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Los Alamitos (the entity) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements, and have issued our report thereon dated December 9, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the entity's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain a deficiency in internal control, described in the accompanying Schedule of Findings and Responses as item 2025-001 that we consider to be a significant deficiency.

Tel. 909-889-0871 | www.ramscpa.net | 735 E. Carnegie Dr. Suite 100, San Bernardino, CA 92408

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the entity's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Entity's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the entity's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Responses. The entity's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rogers, Anderson, Malody & Scott, LLP.

San Bernardino, California
December 9, 2025

2025-001 – Excess Expenditures Beyond Appropriations
Significant Deficiency

Criteria:

State law and the City's charter require that expenditures do not exceed appropriations approved by the governing body. *Government Auditing Standards* and applicable compliance requirements mandate adherence to these budgetary controls.

Condition:

During our audit of the City's financial statements for the fiscal year ended June 30, 2025, we noted that actual expenditures of certain department expenditures in the General Fund exceeded the legally adopted budget by $2,936,245.

Cause:

The City lacked formal procedures for monthly budget monitoring and did not enforce timely variance analysis. Budget amendments were not consistently reviewed or approved by the governing body before additional expenditures were incurred.

Effect:

Failure to maintain adequate budgeting controls increases the risk of overspending, noncompliance with state law, and potential financial instability. It also undermines accountability and transparency in financial management.

Recommendation:

We recommend the City implement the following internal control improvements:

- Establish formal monthly budget-to-actual review procedures.
- Require documented approval for all budget amendments prior to incurring additional expenditures.
- Provide training to finance staff on internal control and compliance requirements.

Management's Response:

Management discussed this with the auditor and provided explanations for the variances. In most cases, the overages were due to additional contractual expenditures that were not contemplated when the budget was prepared. An additional budgeting tool has been implemented for FY25-26, whereby a quarterly review of budget-to-actual expenditures will be presented to the Council and departments to assist in tracking their respective departmental expenditures. Earlier detection of variances will be beneficial in monitoring department expenditures to avoid excess expenditures beyond appropriations and allow for more timely adjustments if additional appropriations are needed and warranted.

December 9, 2025

To the Honorable City Council
City of Los Alamitos, California

We have audited the financial statements of the City of Los Alamitos (the entity) as of and for the year ended June 30, 2024, and have issued our report thereon dated December 9, 2025. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated April 9, 2025, our responsibility, as described by professional standards, is to form and express opinions about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of the system of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the system of internal control of the entity solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our comments regarding significant control deficiencies over financial reporting and material noncompliance, and other matters noted during our audit in a separate letter to you dated December 9, 2025.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, and our firm have complied with all relevant ethical requirements regarding independence.

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We have evaluated whether certain nonattest services performed by our firm during the audit have created a significant threat to our independence in relation to the entity. We have identified a threat to our independence (preparation of the entity's financial statements, creating a self-review threat) that if not reduced to an acceptable level, would impair our independence. In order to reduce the threat to an acceptable level, we have applied the following safeguard:

> Prior to the issuance of the entity's financial statements, another partner or manager, independent of the engagement, will review the financial statements.

Significant Risks Identified

We have identified the possibility of the following significant risks:

> *Management's override of internal controls over financial reporting* – Management override of internal controls is the intervention by management in handling financial information and making decisions contrary to internal control policy.
>
> *Revenue recognition* – Revenue recognition is a generally accepted accounting principle that refers to the conditions under which an entity can recognize a transaction as revenue. Auditing standards indicate that recognizing revenue is a presumed fraud risk and usually classified as a significant risk in most audits.

These significant risks are presumptive in most audits and merit attention by the auditors due to the direct impact over financial reporting and internal control processes. Although identified as significant risks, we noted no matters of management override of controls or deviations from generally accepted accounting principles which caused us to modify our audit procedures or any related matters which are required to be communicated to those charged with governance due to these identified risks.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the entity is included in Note 1 to the financial statements. The entity adopted GASB Statement No. 101, *Compensated Abcenses* during 2025. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates and Related Disclosures

Accounting estimates and related disclosures are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the entity's financial statements are:

> Management's estimate of the net pension liability and related deferred inflows and outflows of resources are based on actuarial reports by independent actuaries. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Management's estimate of the liability for other post-employment benefits (OPEB) and related deferred inflows and outflows of resources are based on actuarial reports provided by independent actuaries. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users.

The most sensitive disclosures affecting the entity's financial statements relate to:

The disclosure of fair value of investments in the basic financial statements represents amounts susceptible to market fluctuations.

The disclosure of capital assets (and related accumulated depreciation) in the basic financial statements is based on historical information which could differ from actual useful lives of each capitalized item.

The disclosure of net pension liability and related deferred inflows and outflows of resources in the basic financial statements is based on actuarial assumptions. Actual future liabilities and actuarial deferred inflows and outflows may vary from disclosed estimates.

The disclosures of the other post-employment benefits (OPEB) liability and related deferred inflows and outflows of resources in the basic financial statements is based on actuarial assumptions. Actual future liabilities and actuarial deferred inflows and outflows may vary from disclosed estimates.

The disclosure of leases and subscription liabilities, right-to-use assets, and asset amortization in the basic financial statements is based on certain terms and assumptions in the agreements which could differ from actual amounts.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. There were no uncorrected misstatements noted.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. None of the misstatements identified by us as a result of our audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole or applicable opinion unit.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the entity's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated December 9, 2025.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the entity, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the entity's auditors.

Other Information Included in Annual Reports

Pursuant to professional standards, our responsibility as auditors for other information, whether financial or nonfinancial, included in the entity's annual reports, does not extend beyond the information identified in the audit report, and we are not required to perform any procedures to corroborate such other information. However, in accordance with such standards, we have:

> Read the transmittal letter and statistical section and considered whether a material inconsistency existed between the other the information and the basic financial statements, or the other information otherwise appears to be materially misstated. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. Nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially inconsistent with the information, or manner of its presentation, appearing in the financial statements.

This report is intended solely for the information and use of the City Council and management of the entity and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Rogers, Anderson, Malody & Scott, LLP.

CITY OF
Los Alamitos
California

3191 Katella Avenue
Los Alamitos, CA 90720-5600
Telephone: (562) 431-3538
FAX: (562) 493-1255
www.cityoflosalamitos.org

December 9, 2025

Rogers, Anderson, Malody & Scott, LLP

This representation letter is provided in connection with your audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of City of Los Alamitos (the entity) as of June 30, 2025, and for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions on whether the basic financial statements present fairly, in all material respects, the financial position, results of operations, and cash flows, where applicable, of the various opinion units of the entity in accordance with accounting principles generally accepted for governments in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information such that, in the light of surrounding circumstances, there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

We confirm that, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves as of December 9, 2025:

Financial Statements

- We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated April 9, 2025, for the preparation and fair presentation of the financial statements of the various opinion units referred to above in accordance with U.S. GAAP.
- The financial statements refer to above have been fairly presented in accordance with U.S. GAAP and include all properly classified funds, required supplementary information, and noted to the basic financial statements.
- We acknowledge our responsibility for the design, implementation, and maintenance of the system of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- The methods, data and significant assumptions used by us in making accounting estimates and their related disclosures, are appropriate to achieve recognition, measurement, or disclosure that is reasonable in the context of U.S. GAAP.
- All related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
- All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
- We acknowledge our responsibility for compliance with the laws, regulations, and provisions of contracts and grant agreements.

- The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with U.S. GAAP.
- All component units, as well as joint ventures with an equity interest, if any, are included and other joint ventures and related organizations are properly disclosed.
- All funds and activities are properly classified.
- All funds that meet the quantitative criteria in GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments,* GASB Statement No. 37, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments: Omnibus as amended*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, for presentation as major are identified and presented as such and all other funds that are presented as major are considered important to financial statement users.
- All components of net position, nonspendable fund balance, and restricted, committed, assigned, and unassigned fund balance are properly classified and, if applicable, approved.
- Our policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position/fund balance are available is appropriately disclosed and net position/fund balance is properly recognized under the policy.
- All revenues within the statement of activities have been properly classified as program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
- All expenses have been properly classified in or allocated to functions and programs in the statement of activities, and allocations, if any, have been made on a reasonable basis.
- All interfund and intra-entity transactions and balances have been properly classified and reported.
- Special items and extraordinary items have been properly classified and reported.
- Deposit and investment risks have been properly and fully disclosed.
- Capital assets, including infrastructure assets, are properly capitalized, reported, and if applicable, depreciated.
- Nonexchange and exchange financial guarantees, either written or oral, under which it is more likely than not that a liability exists have been properly recorded, or if we are obligated in any manner, are disclosed
- We have reviewed, approved, and taken responsibility for the financial statements and related notes.
- We have reviewed and approved the various adjusting journal entries that were proposed by you for recording in our books and records and reflected in the financial statements.
- We have evaluated all of our lease and subscription agreements and have given you our assessment as to whether each agreement is subject to GASB Statement No. 87, *Leases* and GASB Statement No. 96*, Subscription Based Information Technology Arrangements.*
- With regard to investments and other instruments reported at fair value:
- The underlying assumptions are reasonable and they appropriately reflect management's intent and ability to carry out its stated courses of action.
- The measurement methods and related assumptions used in determining fair value are appropriate in the circumstances and have been consistently applied.
- The disclosures related to fair values are complete, adequate, and in accordance with U.S. GAAP.
- There are no subsequent events that require adjustments to the fair value measurements and disclosures included in the financial statements.
- With regard to pensions and OPEB:
  - We believe that the actuarial assumptions and methods used to measure pension and OPEB liabilities and costs for financial accounting purposes are appropriate in the circumstances.

- Increases in benefits, elimination of benefits and all similar amendments have been disclosed in accordance with U.S. GAAP and are included in the most recent actuarial valuation, or disclosed as a subsequent event.

- We have conducted a comprehensive risk assessment and disclosed all material concentrations and constraints in accordance with GASB Statement No. 102, *Certain Risk Disclosures*. These disclosures provide sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact associated with the concentration or constraint, if applicable.
- We have evaluated the concentrations and constraints, including those that occur subsequent to the statement of net position date but before the financial statements are issued and have been properly disclosed in the financial statements as subsequent events.
- With respect to preparation of the financial statements, we have performed the following:
  - Made all management decisions and performed all management functions;
  - Assigned a competent individual to oversee the services;
  - Evaluated the adequacy of the services performed;
  - Evaluated and accepted responsibility for the result of the service performed; and
  - Established and maintained internal controls, a process to monitor the system of internal controls.

Information Provided

- We have provided you with:
  - Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements of the various opinion units referred to above, such as records, documentation, meeting minutes, and other matters;
  - Additional information that you have requested from us for the purpose of the audit; and
  - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
  - A written acknowledgement of all the documents that we expect to issue that will be included in the annual report and the planned timing and method of issuance of that annual report;
  - A final version of the annual report (including all the documents that, together, comprise the annual report) in a timely manner prior to the date of the auditor's report.
- The financial statements and any other information included in the annual report are consistent with one another, and the other information does not contain any material misstatements.
- All information provided in electronic form are true representations of the original documents.
- All transactions have been recorded in the accounting records and are reflected in the financial statements.
- We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- We have provided to you our analysis of the entity's ability to continue as a going concern, including significant conditions and events present, and we believe that our use of the going concern basis of accounting is appropriate.
- We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
  - Management;
  - Employees who have significant roles in internal control; or
  - Others where the fraud could have a material effect on the financial statements.
- We have no knowledge of any instances, that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that have a material effect on the financial statements or other financial data significant to the audit objectives, and any other

instances that warrant the attention of those charged with governance, whether communicated by employees, former employees, vendors (contractors), analysts, regulators, or others.

- We have no knowledge of any instances that have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that has a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
- We have a process to track the status of audit findings and recommendations.
- We have identified for you all previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
- We have provided views on your reported audit findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.
- We have disclosed to you all known actual or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements
- There have been no communications from regulatory agencies concerning noncompliance with or deficiencies in accounting, internal control, or financial reporting practices.
- The entity has no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.
- We have disclosed to you all significant estimates and material concentrations known to management that are required to be disclosed in accordance with GASB Statement No. 62 (GASB-62), *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. Significant estimates are estimates at the balance sheet date that could change materially within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets or geographic areas for which events could occur that would significantly disrupt normal finances within the next year.
- We have identified and disclosed to you the laws, regulations, and provisions of contracts and grant agreements that could have a direct and material effect on financial statement amounts, including legal and contractual provisions for reporting specific activities in separate funds.
- We have disclosed to you all nonexchange financial guarantees, under which we are obligated and have declared liabilities and disclosed properly in accordance with GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, for those guarantees where it is more likely than not that the entity will make a payment on any guarantee.
- There are no:
  - Violations or possible violations of laws or regulations, or provisions of contracts or grant agreements whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, including applicable budget laws and regulations.
  - Unasserted claims or assessments that our lawyer has advised are probable of assertion and must be disclosed in accordance with GASB-62.
  - Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by GASB-62
  - Continuing disclosure consent decree agreements or filings with the Securities and Exchange Commission and we have filed updates on a timely basis in accordance with the agreements (Rule 240, 15c2-12).
- The entity has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset or future revenue been pledged as collateral, except as disclosed to you.
- We have complied with all aspects of grant agreements and other contractual agreements that would have a material effect on the financial statements in the event of noncompliance.

Use of a Specialist

- We agree with the findings of specialists in evaluating the entity's net pension and net other post-employment benefit liabilities and related deferred amounts and have adequately considered the qualifications of the specialist in determining the amounts and disclosures used in the financial statements and underlying accounting records. We did not give or cause any instructions to be given to specialists with respect to the values or amounts derived in an attempt to bias their work, and we are not otherwise aware of any matters that have had an impact on the independence or objectivity of the specialists.

Cybersecurity

- There have been no cybersecurity breaches or other cyber events whose effects should be considered for disclosure in the financial statements, as a basis for recording a loss contingency, or otherwise considered when preparing the financial statements.

Supplementary Information in Relation to the Financial Statements as a Whole

With respect to supplementary information accompanying the financial statements:

- We acknowledge our responsibility for the presentation of the supplementary information in accordance with accounting principles generally accepted in the United States of America.
- We believe the supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America.
- The methods of measurement or presentation have not changed from those used in the prior period.
- We believe any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information, and the basis for our assumptions and interpretations, are reasonable and appropriate in the circumstances.
- When the supplementary information is not presented with the audited financial statements, management will make the audited financial statements readily available to the intended users of the supplementary information no later than the date of issuance by the entity of the supplementary information and the auditor's report thereon.
- We acknowledge our responsibility to include the auditor's report on the supplementary information in any document containing the supplementary information and that indicates the auditor reported on such supplementary information.
- We acknowledge our responsibility to present the supplementary information with the audited financial statements or, if the supplementary information will not be presented with the audited financial statements, to make the audited financial statements readily available to the intended users of the supplementary information no later than the date of issuance by the entity of the supplementary information and the auditor's report thereon.

Required Supplementary Information

With respect to the required supplementary information accompanying the financial statements:

- We acknowledge our responsibility for the presentation of the required supplementary information in accordance with U.S. GAAP.

- We believe the required supplementary information, including its form and content, is measured and fairly presented in accordance with U.S. GAAP.
- The methods of measurement or presentation have not changed from those used in the prior period.
- We believe the significant assumptions or interpretations underlying the measurement or presentation of the required supplementary information, and the basis for our assumptions and interpretations, are reasonable and appropriate in the circumstances.

Accounting Estimates and Related Disclosures

- The significant judgments made in making the accounting estimates have taken into account all relevant information of which we are aware.
- We have consistently and appropriately selected and applied methods, assumptions, and data when making accounting estimates.
- The assumptions we used in making and disclosing accounting estimates appropriately reflect our intent and ability to carry out specific courses of action on behalf of the entity, when relevant to the accounting estimates and disclosures.
- The disclosures related to accounting estimates, including those disclosures describing estimation uncertainty, are complete and are reasonable in the context of the applicable financial reporting framework.
- We have obtained and applied appropriate specialized skills and expertise in making accounting estimates, if needed.
- We are not aware of any events subsequent to the date of the financial statements that require adjustment to our accounting estimates and related disclosures included in the financial statements.

Craig Koehler

Craig Koehler, Finance Director

Independent Accountant's Report

To the Honorable City Council
City of Los Alamitos

We have performed the procedures enumerated below to the accompanying Appropriations Limit Worksheet of the City of Los Alamitos, California (the City) for the year ended June 30, 2025. The management of the City is responsible for the accompanying Appropriations Limit Worksheet.

The City has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of meeting the requirements of Section 1.5 of Article XIII-B of the California Constitution. These procedures, which were suggested by the League of California Cities and presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII-B of the California Constitution,* were performed solely to assist you in meeting the requirements. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and the associated findings are as follows:

1. We obtained the completed worksheets and compared the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and inflation options included in the aforementioned documents to those that were selected by a recorded vote of the City Council.

   Finding: Accountant noted that the change in population factor was incorrectly added to the calculation. The City used a change in population - County of 1.9%, instead of -0.19%, due to an incorrect input into the calculation worksheet. This created a variance of $452,477 in the current year, and cumulative error of $970,071 from input errors in the 2024 calculation. The City's approved appropriation limit was $25,957,898, instead of $26,927,969.

2. For the accompanying Appropriations Limit Worksheet, we added last year's limit to total adjustments and agreed the resulting amount to this year's limit.

   Finding: Accountant noted that the change in population factor was incorrectly added to the calculation. The City used a change in population - County of 1.9%, instead of -0.19%, due to an incorrect input into the calculation worksheet. This created a variance of $452,477 in the current year, and cumulative error of $970,071 from input errors in the 2024 calculation. The City's approved appropriation limit was $25,957,898, instead of $26,927,969.

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3. We agreed the current year information presented in the accompanying Appropriations Limit Worksheet to the other documents referenced in number one above.

   Finding: Accountant noted that the change in population factor was incorrectly added to the calculation. The City used a change in population - County of 1.9%, instead of -0.19%, due to an incorrect input into the calculation worksheet. This created a variance of $452,477 in the current year, and cumulative error of $970,071 from input errors in the 2024 calculation. The City's approved appropriation limit was $25,957,898, instead of $26,927,969.

4. We agreed the prior year appropriations limit presented in the accompanying Appropriations Limit Worksheet to the prior year appropriations limit adopted by the City Council during the prior year.

   Finding: No exceptions were noted as a result of our procedures.

We were engaged by the City to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on accompanying Appropriations Limit Worksheet for the year ended June 30, 2025. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the City Council and management of the City of Los Alamitos, California, and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Rogers, Anderson, Malody & Scott, LLP.

San Bernardino, California
December 9, 2025

City of Los Alamitos
APPROPRIATIONS LIMIT WORKSHEET

			FISCAL YEAR 2024-2025
Change in California Per Capita Personal Income			3.62%
Change in the Population for the County of Orange			-0.19%
Change in California Per Capita Personal Income Converted to a Ratio			1.036200
Change in County of Orange Population Converted to a Ratio			0.998100
Calculation of Growth Factor (1.036200 x 0.998100)			1.034231
Fiscal Year 2023 - 2024 Limit, restated	$	26,036,701	
Fiscal Year 2024 - 2025 Limit ($26,036,701 x 1.034231)	$	26,927,969	
Appropriations limit per City resolution	$	25,957,898	

City of Los Alamitos
CITY COUNCIL AGENDA REPORT

MEETING DATE: December 15, 2025 ITEM NUMBER: 10B

To: **Mayor Shelley Hasselbrink & Members of the City Council**

Presented By: **Ron Noda, Assistant City Manager/Development Services Director**
Michael Daudt, City Attorney

Subject: **Ordinance No. 2025-13 - State Mandated Update to Accessory Dwelling Unit (ADU) Regulations (ZOA 25-04)**

SUMMARY

Consideration of a Planning Commission resolution recommending that the City Council adopt Ordinance No. 2025-13 to amend and restate Section 17.28.020 of the Los Alamitos Municipal Code concerning the regulation of Accessory Dwelling Units (ZOA 25-04). The City Council introduced Ordinance No. 2025-13, at its Regular Meeting on November 17, 2025.

RECOMMENDATION

Adopt Ordinance No. 2025-13, entitled, “AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, AMENDING AND RESTATING SECTION 17.28.020 OF THE LOS ALAMITOS MUNICIPAL CODE CONCERNING THE REGULATION OF ACCESSORY DWELLING UNITS (ZOA 25-04)."

BACKGROUND

An accessory dwelling unit (“ADU”) is an attached or a detached residential dwelling unit that provides complete independent living facilities for one or more persons and is located on a lot with a proposed or existing primary residence. An ADU includes permanent provisions for living, sleeping, eating, cooking, and sanitation on the same parcel as a single-family dwelling or multifamily dwelling. A junior accessory dwelling unit ("JADU") is a small residential dwelling unit contained entirely within a single-family residence. A JADU may include separate sanitation facilities, or may share sanitation facilities with the existing single-family residence.

Section 17.28.020 of the Los Alamitos Municipal Code (“LAMC”) includes provisions regulating the development of ADUs and JADUs in the City. Section 17.28.020 was last updated in 2023 to be consistent with then-current State legislation regulating ADUs. Since that time the California Department of Housing and Community Development (“HCD”) has issued updated guidance regarding the implementation of the State ADU Law (California Government Code § 66310), and the California State Legislature has enacted further revisions to State ADU Law including Senate Bill 477 and Senate Bill 1211 (effective January 1, 2025). Furthermore, on August 12, 2025, City Staff received an inquiry from the HCD inquiring about the City’s plan to update its ADU ordinance.

To address guidance from the HCD and the most recent revisions to State ADU Law, Staff prepared the proposed Ordinance (ZOA 25-04) included as Exhibit A. On November 17, 2025, the City Council conducted a first reading of the proposed Ordinance. Tonight, this item, through the attached draft ordinance, is recommended for City Council adoption.

DISCUSSION

The proposed 2025 update to the City's ADU/JADU regulations makes minor changes to LAMC Section 17.28.020 (Accessory Dwelling Units and Junior Accessory Dwelling Units). To comply with SB 477, Statutory Numbering was changed from references to Government Code sections 65852.2, 65852.22(h)(1), 65852.26, and 65852.2(e)(1) to section 66313, 66313(d), 66341, and 66323. Table 1 provides a summary of the 2025 regulations and illustrates the other proposed changes in redline format.

An important component of the existing and proposed regulations is the differentiation between four types of ADUs, defined as follows.

- Attached ADU: an ADU that consists of new living space that is physically attached to a primary dwelling structure.
- Detached ADU: an ADU that consists of new living space that is physically separated from, but located on the same lot as, a primary dwelling structure.
- Converted ADU: an ADU that consists of a re-purposed living space within an existing primary dwelling or accessory structure, including conversion of bedrooms, attached or detached garages, storage areas, or similar uses.
- Junior ADU: a unit that is no more than 500 square feet in size and contained entirely within a single-family residence or its attached garage; it may include separate sanitation facilities or may share sanitation facilities with the existing structure (as defined by Government Code section 66313(d)).

Government Code Section 66323 creates four categories of ADUs and JADUs that must be approved ministerially and are not subject to most other design and development standards such as lot coverage, setbacks, and parking. ADUs in this category are referred to as State exempt ADUs or "66323 Units". While the City's ADU regulations have always included broad language to address State exempt units, the proposed Ordinance includes more specificity with respect to State exempt ADUs in Sections 17.28.020(B) and (H)(6).

Table 1: Comparison of Existing and Proposed ADU Regulations

	Existing (Adopted 2023)	Proposed
Government Code References	65852.2, 65852.22(h)(1), 65852.26, and 65852.2(e)(1)	66313, 66313(d), 66341, and 66323
Definitions	N/A	"State exempt ADUs" means the four categories of ADUs or JADUs that are created pursuant to Government Code § 66323 including: (1) one converted ADU and one JADU per single-family lot as described in Government Code § 66323(a)(l); (2) one detached ADU per single-family lot as described in Government Code § 66323(a)(2); (3) one or more converted ADUs on multifamily lots as described in Government Code

		§ 66323(a)(3); and (4) one or more detached ADUs on multifamily lots as described in Government Code § 66323(a)(4). State exempt ADUs shall be approved ministerially and are not subject to certain development standards as required by state law and as specified in Subsection (H)(6) below.
ADU Requirements	An ADU shall be either: (a) Attached to, or located within, the proposed or existing primary dwelling, including attached garages, storage areas or similar uses, or an accessory structure; or (b) Detached from the proposed or existing primary dwelling and located on the same lot as the proposed or existing primary dwelling.	An ADU shall be either: (a) Attached to, or located within, the proposed or existing primary dwelling, including attached garages, storage areas or similar uses, or an accessory structure; or (b) Detached from the proposed or existing primary dwelling and located on the same lot as the proposed or existing primary dwelling, including detached garages.
Number of Units Per Lot	Number of Units Per Lot. (a) For lots with a proposed or existing single-family dwelling, no more than one attached, converted or detached ADU and one JADU shall be permitted on the lot. In cases where both a detached ADU and JADU are developed or proposed on a lot, the total floor area of the detached ADU must be 800 square feet or less. (b) For lots with an existing multifamily dwelling: ii. At least one attached ADU, and up to 25 percent of the number of the existing units may be constructed within portions of the existing multifamily dwelling structure that are not used as livable space (e.g., storage rooms, boiler rooms, passageways, attics, basements, or garages) provided all applicable building code standards are met. ii. Not more than two detached ADUs shall be permitted on the lot	Number of Units Per Lot. (a) For lots with a proposed or existing single-family dwelling: i. ~~no more than o~~One attached~~,~~ or converted ~~or detached~~ ADU, and one JADU shall be permitted on the lot; and~~. In cases where both a detached ADU and JADU are developed or proposed on a lot, the total floor area of the detached ADU must be 800 square feet or less.~~ ii. One detached, new construction ADU, that does not exceed four-foot side and rear setbacks. (b) For lots with an existing multifamily dwelling: i. At least one ~~attached~~ ADU, and up to 25 percent of the number of the existing units may be constructed within portions of the existing multifamily dwelling structure that are not used as livable space (e.g., storage rooms, boiler rooms, passageways, attics, basements, or garages) provided all applicable building code standards are met~~.~~; and ii. Not more than ~~two~~ eight detached ADUs shall be permitted on the lot provided the number of detached ADUs shall not exceed the number of existing units on the lot. (c) For lots with a proposed multifamily dwelling: i. Not more than two detached ADUs shall be permitted.

Unit Size and Height	i. Attached ADUs. The total floor area of an attached ADU shall not exceed (i) 850 square feet for a studio or one-bedroom unit and 1,000 square feet for a unit with two or more bedrooms, or (ii) fifty (50) percent of the floor area of the primary dwelling, whichever is less. However, in no case shall this limitation be imposed to require an ADU with a total floor area of less than 800 square feet.	i. Attached ADUs. The total floor area of an attached ADU shall not exceed (i) 850 square feet for a studio or one-bedroom unit and 1,000 square feet for a unit with two or more bedrooms, or (ii) fifty (50) percent of the <u>existing</u> floor area of the primary dwelling, whichever is less. However, in no case shall this limitation be imposed to require an ADU with a total floor area of less than 800 square feet.
Off-street Parking	(b) When a garage, carport, or covered parking structure is demolished in conjunction with the construction of an ADU or converted to an ADU, those off-street parking spaces are not required to be replaced. (c) Off-street parking is not required in the following instances: i. The ADU is located within one-half mile walking distance of public transit, including transit stations and bus stations; ii. The ADU is located within an architecturally and historically significant historic district; iii. The ADU is part of the proposed or existing primary residence or accessory structure (i.e., a converted ADU); iv When on-street parking permits are required but not offered to the occupant of the ADU; and/or v. When there is a car share vehicle station located within one block of the ADU.	(b) When a garage, carport, ~~or~~ covered parking structure<u>, or uncovered parking space</u> is demolished in conjunction with the construction of an ADU or converted to an ADU, those off-street parking spaces are not required to be replaced. (c) Off-street parking is not required in the following instances: i. The ADU is located within one-half mile walking distance of public transit, including transit stations and bus stations; ii. The ADU is located within an architecturally and historically significant historic district; iii. The ADU is part of the proposed or existing primary residence or accessory structure (i.e., a converted ADU); iv. When on-street parking permits are required but not offered to the occupant of the ADU; ~~and/or~~ v. When there is a car share vehicle station located within one block of the ADU~~.~~<u>and/or</u> <u>vi. When a permit application for an ADU is submitted with a permit application to create a new single-family dwelling or a new multi-family dwelling on the same lot, provided that the ADU or the parcel satisfies any other criteria listed in this Section.</u>
JADU Parking Requirements	6. Parking. No additional off-street parking is required for a JADU beyond that required at the time the existing primary dwelling was constructed. However, when an existing attached garage is converted to a JADU, any required off-street parking spaces for the primary dwelling that are eliminated as a result of the conversion shall be replaced. These replacement parking spaces may be located in any configuration on the same lot, including, but not limited to, as covered spaces, uncovered spaces,	6. Parking. No additional off-street parking is required for a JADU beyond that required at the time the existing primary dwelling was constructed. ~~However, when an existing attached garage is converted to a JADU, any required off-street parking spaces for the primary dwelling that are eliminated as a result of the conversion shall be replaced. These replacement parking spaces may be located in any configuration on the same lot, including, but not limited to, as covered spaces, uncovered spaces, or tandem spaces.~~

	or tandem spaces.	
JADU Deed Restriction	9. Deed Restriction. Prior to the issuance of a building permit for a JADU, the owner shall record a deed restriction against the title of the property in the County Recorder's office with a copy filed with the Director. The deed restriction shall run with the land and shall bind all future owners, heirs, successors, or assigns. The form of the deed restriction shall be provided by the City and shall provide that: (a) The property shall include no more than one JADU. (b) The JADU may not be sold, mortgaged, transferred separately from the primary residence; this deed restriction may be enforced against future purchasers. (c) The owner of the property shall occupy either the primary residence or the JADU as his or her domicile. In the event owner occupancy of the property ceases, the JADU shall not be used as a separate dwelling unit, and shall not be separately rented or leased for any purpose. (d) The JADU may be rented, but may not be rented on a short-term basis of less than 30 consecutive days. (e) A restriction on the size and attributes of the junior accessory dwelling unit that conforms with this Section. The deed restriction may not be modified or terminated without the prior written consent of the Director.	9. Deed Restriction. Prior to the issuance of a building permit for a JADU, the owner shall record a deed restriction against the title of the property in the County Recorder's office with a copy filed with the Director. The deed restriction shall run with the land and shall bind all future owners, heirs, successors, or assigns. The form of the deed restriction shall be provided by the City and shall provide that: (a) The property shall include no more than one JADU. (b) The JADU may not be sold, mortgaged, transferred separately from the primary residence; this deed restriction may be enforced against future purchasers. (c) The owner of the property shall occupy either the primary residence or the JADU as his or her domicile. In the event owner occupancy of the property ceases, the JADU shall not be used as a separate dwelling unit, and shall not be separately rented or leased for any purpose. ~~(d) The JADU may be rented, but may not be rented on a short-term basis of less than 30 consecutive days.~~ ~~(e)~~ (d) A restriction on the size and attributes of the junior accessory dwelling unit that conforms with this Section. The deed restriction may not be modified or terminated without the prior written consent of the Director.
Other Requirements	2. No Short-Term Rental Permitted. An ADU or JADU that is rented shall be rented for a term that is longer than thirty (30) days. Short-term rental (i.e., 30 days or less) of an ADU or a JADU is prohibited.	2. No Short-Term Rental Permitted. An ADU ~~or JADU~~ that is rented shall be rented for a term that is longer than thirty (30) days. Short-term rental (i.e., 30 days or less) of an ADU ~~or a JADU~~ is prohibited.
Permit Application and Review Procedures	6. Conformity with State Law. The City shall not apply any requirement or development standard provided for in this Section to an ADU or a JADU to the extent prohibited by any provision	6. State Exempt ADUs and Conformity with State Law. The City shall not apply any requirement or development standard provided for in this Section to an ADU or a JADU to the extent prohibited by any provision of State law, including, but not limited

	of State law, including, but not limited to, subdivision (e)(1) of Government Code section 65852.2.	to, ~~subdivision (e)(1) of~~ Government Code section 66323~~65852.2~~. State exempt ADUs shall be approved ministerially and are not subject to the standards set forth in Government Code §§ 66314-66322. For example, and without limitation, state exempt ADUs do not have to comply with Subsection (E)(4)(a)(ii) size limits for new construction multifamily detached ADUs, Subsection (E)(6)(a) front setback requirements, Subsection (E)(6)(b) side and rear setback requirements for single-family converted ADUs and JADUs, or Subsection (E)(7) off-street parking requirements.

The proposed Ordinance mirrors the 2024 State ADU Law, in many cases using the exact language found in the Government Code. To briefly summarize the changes that are required, the Ordinance:

- Updates Government Code references;
- Permits and entitles a homeowner who meets specific requirements to create one attached or converted ADU and one JADU, and one detached ADU on a single family lot;
- Allows for the development of up to eight detached ADUs on lots with an existing multifamily dwelling;
- Permits no more than two detached ADUs to be developed on lots with a proposed multifamily dwelling;
- Ensures that at least an 800 square foot ADU can be constructed that complies with four-foot side and rear setbacks;
- Clarifies no-parking requirements for ADUs with new single-family and new multifamily dwellings on the same lot;
- Clarifies that replacement of off-street parking is not required when an uncovered parking space is demolished in connection with the construction of an ADU;
- Removes the restriction for short-term rentals of JADUs; and,
- Clarifies that there is no requirement for off-street parking when attached garages are converted to a JADU.

At its September 25, 2025 meeting, the Planning Commission conducted a public hearing to consider the proposed Ordinance and adopted a Resolution recommending City Council adoption. The Planning Commission resolution is included as Exhibit B. This is the second reading for the proposed Ordinance and the adopted Resolution. The first reading was held at the November 17, 2025 City Council meeting.

FISCAL IMPACT

None.

Attachment:
1. Ordinance No. 2025-13 - Accessory Dwelling Unit
2. Planning Commission Resolution No. 25-05 - 2025 ADU Ordinance Update

Exhibit A

ORDINANCE NO. 2025-13

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, AMENDING AND RESTATING SECTION 17.28.020 OF THE LOS ALAMITOS MUNICIPAL CODE CONCERNING THE REGULATION OF ACCESSORY DWELLING UNITS (ZOA 25-04)

WHEREAS, an accessory dwelling unit or "ADU" is an attached or a detached residential dwelling unit that provides complete independent living facilities for one or more persons and is located on a lot with a proposed or existing primary residence. An accessory dwelling unit includes permanent provisions for living, sleeping, eating, cooking, and sanitation on the same parcel as a single-family dwelling or multifamily dwelling; and,

WHEREAS, a "junior accessory dwelling unit" or "JADU" is a small residential dwelling unit contained entirely within a single-family residence. A Junior accessory dwelling unit may include separate sanitation facilities, or may share sanitation facilities with the existing single-family residence; and,

WHEREAS, in 2016, the State Legislature adopted two bills pertaining to accessory dwelling units, Assembly Bill 2299 and Senate Bill 1069, which modified Government Code Section 65852.2; the State Legislature further modified Government Code Section 65852.2 with the adoption of Assembly Bill 494 and Senate Bill 229 in 2017, and again in 2020 with the adoption of Senate Bill 13, Assembly Bill 68, Assembly Bill 881 and Assembly Bill 3182 (Collectively, the "State ADU Law"); and,

WHEREAS, on June 15, 2020, the City Council of the City of Los Alamitos adopted Ordinance No. 2020-04 amending and restating Sections 17.08.020 and 17.28.020 of the Los Alamitos Municipal Code to update and clarify the City's regulations related to ADUs in accordance with the State ADU Law; and,

WHEREAS, in July 2022, the California Department of Housing and Community Development (HCD) issued an updated Accessory Dwelling Unit Handbook, providing guidance on implementation of the State ADU Law; and,

WHEREAS, during its 2021-2022 Regular Session, the State Legislature approved two bills modifying the State ADU Law, Senate Bill 897 and Assembly Bill 221 (Collectively, the "2022 Revisions to the State ADU Law"); and,

WHEREAS, the 2022 Revisions to the State ADU Law necessitated the amendment and restatement of Section 17.28.020 (Accessory Dwelling Units and Junior

Accessory Dwelling Units) of Title 17 (Zoning Regulations) of the Los Alamitos Municipal Code; and,

WHEREAS, on March 20, 2023, the City Council of the City of Los Alamitos adopted ZOA 23-01, to amend the Los Alamitos Municipal Code to update and clarify regulations related to the construction of ADUs and JADUs in accordance with the 2022 Revisions to the State ADU Law, which were intended to further streamline local regulations for the construction of new ADUs and JADUs; and,

WHEREAS, on March 25, 2024, the Chaptering of Senate Bill (SB) 477 (Chapter 7, Statutes of 2024) reorganized and renumbered sections of the Government Code relevant to State ADU and JADU requiring revisions to the code sections referenced in Ordinance CA 23-001; and,

WHEREAS, on September 19, 2024, the Chaptering of Senate Bill (SB) 1211 (Chapter 296, Statutes of 2024), revised sections of the Government Code relevant to State ADU and JADU law relating to the number of detached ADUs permitted on multi-family lots, the replacement of uncovered off-street parking spaces, and the imposition of design/development standards on ADUs; and,

WHEREAS, the City of Los Alamitos initiated ZOA 25-04 to amend the Los Alamitos Municipal Code to update and clarify regulations relating to ADU's and JADU's in compliance with State law; and,

WHEREAS, the Planning Commission opened a duly noticed Public Hearing concerning this proposed code amendment on September 24, 2025, and recommended City Council approval of this Ordinance; and,

WHEREAS, the City Council opened a duly noticed Public Hearing concerning the proposed code amendment on November 17, 2025; and,

WHEREAS, the City Council considered all applicable Staff reports and all public testimony and evidence presented at the Public Hearing.

THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, DOES ORDAIN AS FOLLOWS:

SECTION 1. The foregoing recitals are true and correct and are incorporated herein by reference.

SECTION 2. Pursuant to Section 17.58.060 of the Los Alamitos Municipal Code, the following findings are made in support of this code amendment:

a) *This Ordinance ensures and maintains internal consistency with the actions, goals, objectives, and policies of the General Plan, and would not create any inconsistencies with the Zoning Code.*

ZOA 25-04 is consistent with the goals, policies, programs and land uses of applicable elements of the General Plan because the proposed Ordinance clarifies and updates the regulations for Accessory Dwelling Units (ADUs) and Junior Accessory Dwelling Units (JADUs) in accordance with the requirements of Government Code Section 66310 *et seq*., which the Legislature adopted with the intent to streamline local regulations for the construction of new Accessory Dwelling Units. The State has long held that Accessory Dwelling Units are an important source of affordable housing in California. The City's adopted General Plan Housing Element contains policies which support development of Accessory Dwelling Units, and the City's Regional Housing Needs Allocation (RHNA) is supported by the addition of Accessory Dwelling Units to the City's housing stock.

b) *This Ordinance will not be detrimental to the public convenience, health, interest, safety, or welfare of the City.*

ZOA 25-04 will promote public convenience, health, interest, safety and general welfare and serve the goals and purposes of Title 17 by clarifying and streamlining the regulations applicable to development of new Accessory Dwelling Units. The proposed Accessory Dwelling Unit regulations require compliance with all applicable building and safety codes to ensure all life safety requirements are met.

c) *This Ordinance has been reviewed in compliance with the provisions of the California Environmental Quality Act (CEQA) and the City's environmental review procedures.*

The City Council of the City of Los Alamitos determines that this Ordinance is exempt from CEQA per Public Resources Code Section 21080.17 and CEQA Guidelines Section 152(h), which state the adoption of an ordinance regarding second dwelling units (accessory dwelling units) to implement the provisions of Government Code Section 65852.2 are exempt from CEQA; this Ordinance is further exempt from CEQA pursuant to CEQA Guidelines Sections 15060(c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15060(c)(3) (the activity is not a project as defined in Section 15378) because it has no potential for resulting in a physical change to the environment, directly or indirectly.

<u>SECTION 3</u>. Section 17.28.020 of Article 4 (Regulations for Specific Land Uses and Activities) of Title 17 (Zoning) of the Los Alamitos Municipal Code is hereby amended and restated in its entirety to read as follows:

17.28.020 Accessory Dwelling Units and Junior Accessory Dwelling Units

A. Purpose. The purpose of this Section is to provide for and regulate the creation of accessory dwelling units (ADUs) and junior accessory dwelling units (JADUs) in a manner consistent with California Government Code sections 65852.2 and 65852.22.

B. Definitions. The following terms used in this Section shall have the meanings indicated below:

"Accessory dwelling unit", "accessory structure", "efficiency unit", "living area", "nonconforming zoning condition", "passageway", "proposed dwelling", "public transit", and "tandem parking" all have the same meaning as that stated in Government Code section 65852.2 as that section may be amended time to time. The terms "accessory dwelling unit" and "ADU" shall have the same meaning.

"Attached ADU" means an ADU, other than a converted ADU, that is physically attached to a primary dwelling.

"Converted ADU" means an ADU that is constructed within all or a portion of the permitted existing interior space of an accessory structure or within a portion of the permitted existing interior space of a dwelling structure, including bedrooms, attached garages, storage areas, or similar uses. A converted ADU also includes an ADU that is constructed in the same location and to the same dimensions as a permitted existing structure or portion of a permitted existing structure.

"Detached ADU" means an ADU, other than a converted ADU, that is physically separated from, but located on the same lot as, a primary dwelling.

"Director" means the Development Services Director or their designee.

"Junior accessory dwelling unit" has the same meaning as that stated in Government Code section 65852.22(h)(1) as that section may be amended time to time. The terms "junior accessory dwelling unit" and "JADU" shall have the same meaning.

"State exempt ADUs" means the four categories of ADUs or JADUs that are created pursuant to Government Code § 66323 including:

(1) one converted ADU and one JADU per single-family lot as described in Government Code § 66323(a)(l); (2) one detached ADU per single-family lot as described in Government Code § 66323(a)(2); (3) one or more converted ADUs on multifamily lots as described in Government Code § 66323(a)(3); and (4) one or more detached ADUs on multifamily lots as described in Government Code § 66323(a)(4).

State exempt ADUs shall be approved ministerially and are not subject to certain development standards as required by state law and as specified in Subsection (H)(6) below.

C. Conforming ADUs. An ADU that conforms to this Section shall:

1. Be deemed an accessory use or an accessory building and shall not be considered to exceed the allowable density for the lot upon which it is located;

2. Be deemed a residential use that is consistent with the existing General Plan and zoning designation for the lot upon which it is located; and

3. Not be considered in the application of any local ordinance, policy, or program to limit residential growth.

D. Locations Permitted.

1. *Permitted ADU Locations*. ADUs conforming to the provisions of this Section may be located on any lot in the City zoned to allow single-family or multifamily residential uses and that includes a proposed or existing legally developed single-family or multifamily dwelling.

2. *Permitted JADU Locations*. JADUs conforming to the provisions of this Section may be located within a proposed or existing legally developed single-family dwelling on any lot in the City that is zoned to allow single-family residential uses.

E. ADU Requirements.

1. *Legal Lot/Residence*. An ADU shall only be allowed on a lot that contains a proposed or legally developed existing single-family or multifamily residence.

2. An ADU shall be either:

   (a) Attached to, or located within, the proposed or existing primary dwelling, including attached garages, storage areas or similar uses, or an accessory structure; or

   (b) Detached from the proposed or existing primary dwelling and located on the same lot as the proposed or existing primary dwelling, including detached garages.

3. Number of Units Per Lot.

   (a) For lots with a proposed or existing single-family dwelling:

      i. One attached or converted ADU, and one JADU shall be permitted on the lot; and

      ii. One detached, new construction ADU, that does not exceed four-foot side and rear setbacks.

(b) For lots with an existing multifamily dwelling:

i. At least one ADU, and up to 25 percent of the number of the existing units may be constructed within portions of the existing multifamily dwelling structure that are not used as livable space (e.g., storage rooms, boiler rooms, passageways, attics, basements, or garages) provided all applicable building code standards are met; and

ii. Not more than eight detached ADUs shall be permitted on the lot provided the number of detached ADUs shall not exceed the number of existing units on the lot.

(c) For lots with a proposed multifamily dwelling:

i. Not more than two detached ADUs shall be permitted

4. *Unit Size and Height*.

(a) Maximum Size.

i. Attached ADUs. The total floor area of an attached ADU shall not exceed (i) 850 square feet for a studio or one-bedroom unit and 1,000 square feet for a unit with two or more bedrooms, or (ii) fifty (50) percent of the existing floor area of the primary dwelling, whichever is less. However, in no case shall this limitation be imposed to require an ADU with a total floor area of less than 800 square feet.

ii. Detached ADUs. The total floor area of a detached ADU shall not exceed 850 square feet for a studio or one-bedroom unit and 1,000 square feet for a unit with two or more bedrooms.

iii. Converted ADUs. The maximum size limitations set forth in this Subsection do not apply to converted ADUs that do not increase the existing floor area of a structure. In addition, a converted ADU created within an existing accessory structure may include an expansion of not more than 150 square feet beyond the same physical dimensions as the existing accessory structure to extent necessary to accommodate ingress and egress.

(b) Minimum Size. The total floor area of an attached or detached ADU shall be at least 150 square feet.

(c) Height

i. Except as provided below, the height of a detached ADU on a lot with an existing or proposed single-family or multifamily dwelling unit shall not exceed 16 feet.

ii. The height of a detached ADU located on a lot with an existing or proposed single-family or multifamily dwelling unit that is within one-half of one mile walking distance of a major transit stop or a high-quality transit corridor, as those terms are defined in Section 21155 of the Public Resources Code, shall not exceed 18 feet. However, an additional two feet of height, for a maximum of 20 feet, is allowed when necessary to align the roof pitch on the ADU to the roof pitch of the primary dwelling.

iii. The height of a detached ADU on a lot with an existing or proposed multifamily, multistory dwelling shall not exceed 18 feet.

iv. The height of an attached ADU shall not exceed the height limitation of the zoning district applicable to the primary dwelling or 25 feet, whichever is lower. In no event shall any such ADU exceed two stories.

5. *Applicability of Development Standards*. Except as otherwise provided in this Section, all ADUs must conform to the development standards set forth in this Title 17 for the zoning district in which they are located. Notwithstanding the foregoing, when the application of a development standard related to floor area ratio, lot coverage, open-space, front setbacks, or minimum lot size would prohibit the construction of an attached or detached ADU of at least 800 square feet with four-foot side and rear yard setbacks, such standard(s) shall be waived to the extent necessary to allow construction of such an ADU.

6. *Setbacks and Spacing*.

(a) Front Yard Setbacks. New attached and detached ADUs are subject to the same minimum front yard setback requirements applicable to other structures on the lot on which the ADU is located.

(b) Side and Rear Yard Setbacks. Minimum setbacks of no less than four (4) feet from the side and rear lot lines are required for new attached and detached ADUs.

(c) Converted ADUs. No setbacks are required for converted ADUs, provided the side and rear yard setbacks of the existing converted structure are sufficient for fire and safety, as determined by the City's building official.

7. *Off-street Parking*.

(a) One off-street parking space must be provided for an attached or detached ADU. The required parking space may be permitted in setback areas, or through tandem parking on a driveway, unless specific findings are made by the Director that parking in setback areas or tandem parking is not feasible based upon specific site or regional topographical or fire and life safety concerns.

(b) When a garage, carport, covered parking structure, or uncovered parking space is demolished in conjunction with the construction of an ADU or converted to an ADU, those off-street parking spaces are not required to be replaced.

(c) Off-street parking is not required in the following instances:

i. The ADU is located within one-half mile walking distance of public transit, including transit stations and bus stations;

ii. The ADU is located within an architecturally and historically significant historic district;

iii. The ADU is part of the proposed or existing primary residence or accessory structure (i.e., a converted ADU);

iv. When on-street parking permits are required but not offered to the occupant of the ADU;

v. When there is a car share vehicle station located within one block of the ADU; and/or

vi. When a permit application for an ADU is submitted with a permit application to create a new single-family dwelling or a new multi-family dwelling on the same lot, provided that the ADU or the parcel satisfies any other criteria listed in this Section.

8. *Exterior Access*. An attached or converted ADU must have independent exterior access from the proposed or existing primary dwelling.

9. *Passageway*. No passageway shall be required in conjunction with the construction of an ADU.

F. JADU Requirements.

1. *Footprint*. A JADU may only be constructed within the walls of a proposed or existing single-family residence, including an attached garage.

2. *Size*. A JADU shall not be less than 220 square feet and shall not exceed 500 square feet in size.

3. *Separate Entrance*. A JADU located within a proposed or existing single-family residence must include a separate entrance from the main entrance of the residence.

4. *Kitchen Requirements*. A JADU must include an efficiency kitchen, including a cooking facility with appliances, and a food preparation counter and storage cabinets that are of reasonable size in relation to the size of the JADU.

5. *Bathroom Facilities*. A JADU may include separate sanitation facilities or may share sanitation facilities with the proposed or existing single-family residence in which it is located. If a JADU does not include separate sanitation facilities, the JADU must include an interior entrance to the primary dwelling's main living area.

6. *Parking*. No additional off-street parking is required for a JADU beyond that required at the time the existing primary dwelling was constructed.

7. *Fire Protection*. For purposes of any fire or life protection ordinance or regulation, a JADU shall not be considered a separate new dwelling unit.

8. *Utility Service*. For purposes of providing service for water, sewer, or power, including a connection fee, a JADU shall not be considered a separate or new dwelling unit.

9. *Deed Restriction*. Prior to the issuance of a building permit for a JADU, the owner shall record a deed restriction against the title of the property in the County Recorder's office with a copy filed with the Director. The deed restriction shall run with the land and shall bind all future owners, heirs, successors, or assigns. The form of the deed restriction shall be provided by the City and shall provide that:

   (a) The property shall include no more than one JADU.

   (b) The JADU may not be sold, mortgaged, transferred separately from the primary residence; this deed restriction may be enforced against future purchasers.

   (c) The owner of the property shall occupy either the primary residence or the JADU as his or her domicile. In the event owner occupancy of the property ceases, the JADU shall not be used as a separate dwelling unit, and shall not be separately rented or leased for any purpose.

(d) A restriction on the size and attributes of the junior accessory dwelling unit that conforms with this Section.

The deed restriction may not be modified or terminated without the prior written consent of the Director.

G. Other Requirements.

1. *No Separate Conveyance*. Except as otherwise provided in Government Code section 66341 or by other applicable law, an ADU or JADU may be rented separate from the primary residence, but may not be sold or otherwise conveyed separate from the primary residence, and a lot shall not be subdivided in any manner which would authorize such separate sale or ownership.

2. *No Short-Term Rental Permitted*. An ADU that is rented shall be rented for a term that is longer than thirty (30) days. Short-term rental (i.e., 30 days or less) of an ADU is prohibited.

3. *Owner Occupancy Requirements*.

(a) ADUs. Owner occupancy of either the primary dwelling or ADU is not required.

(b) JADUs. The property owner of the lot upon which a JADU is located must occupy either the JADU or the primary residence as his or her domicile.

H. Permit Application and Review Procedures.

1. *Building Permit Required*. A building permit is required prior to construction of an ADU or JADU. Except as otherwise provided in this Section or by State law, all building, fire, and related code requirements applicable to habitable dwellings apply to ADUs and JADUs. However, fire sprinklers shall not be required if they are not required for the primary dwelling.

2. *Application*. Prior to the issuance of a building permit for an ADU or JADU, the applicant shall submit an application on a form prepared by the City, along with all information and materials proscribed by such form. No application shall be accepted unless it is completed as prescribed and is accompanied by payment for all applicable fees.

3. *Review*. The Director shall consider and approve or deny a complete application for an ADU or JADU ministerially without discretionary review or public hearing within the time prescribed by law. Review is limited to whether the proposed ADU or JADU complies with the requirements of this Section. If an applicant requests a delay, the time period for the City to review of an application shall be tolled for the period of the requested delay. If the application to create an ADU or a JADU

unit is submitted with an application to create a new single-family dwelling on the lot, the Director may delay acting on the application for the ADU or the JADU until the City acts on the application to create the new single-family dwelling, but the application to create the ADU or JADU will still be considered ministerially without discretionary review or a hearing.

4. *Zoning Conformity*. The City shall not require, as a condition of approval of a permit application for the creation of an ADU or JADU, the correction of nonconforming zoning conditions.

5. *Demolition Permits*. A demolition permit for a detached garage that is to be replaced with an ADU shall be reviewed with the application for the ADU and issued at the same time.

6. *State Exempt ADUs and Conformity with State Law*. The City shall not apply any requirement or development standard provided for in this Section to an ADU or a JADU to the extent prohibited by any provision of State law, including, but not limited to Government Code section 66323. State exempt ADUs shall be approved ministerially and are not subject to the standards set forth in Government Code §§ 66314-66322. For example, and without limitation, state exempt ADUs do not have to comply with Subsection (E)(4)(a)(ii) size limits for new construction multifamily detached ADUs, Subsection (E)(6)(a) front setback requirements, Subsection (E)(6)(b) side and rear setback requirements for single-family converted ADUs and JADUs, or Subsection (E)(7) off-street parking requirements.

I. Utilities

1. ADUs. Unless otherwise mandated by applicable law or the utility provider or determined by the City's Public Works Director to be necessary, an ADU may be served by the same water, sewer, and other utility connections serving the primary dwelling on the property, and the installation of a new or separate utility connection directly between an ADU and a utility is not required. However, separate utility connections and meters for ADUs may be installed at the property owner's option, when permitted by the utility provider, and subject to the payment of all applicable fees.

2. JADUs. A JADU shall be served by the same water, sewer, and other utility connections serving the primary single-family dwelling in which it is located, and no separate utility meters shall be permitted for a JADU.

J. Fees.

1. No impact fee is required for an ADU measuring less than 750 square feet. Any impact fees charged for an ADU of 750 square feet of more shall be charged proportionately in relation to the square footage of the primary dwelling.

2. Construction of an ADU is subject to any applicable fee adopted under the California Government Code, Title 7, Division 1, Chapter 5 (commencing with § 66000) and Chapter 7 (commencing with § 66012).

3. For purposes of this Subsection, “impact fee” does not include any planning application fee, plan check fee, or building permit fee.

SECTION 4. If any section, subsection, subdivision, sentence, clause, phrase, or portion of this Ordinance for any reason is 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 Ordinance. The City Council hereby declares that it would have adopted this Ordinance, and each section, subsection, subdivision, sentence, clause, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, subdivisions, sentences, clauses, phrases, or portions thereof be declared invalid or unconstitutional.

SECTION 5. The City Clerk shall certify as to the adoption of this Ordinance and shall cause a summary thereof to be published within fifteen (15) days of the adoption and shall post a Certified copy of this Ordinance, including the vote for and against the same, in the Office of the City Clerk, in accordance with Government Code Section 36933.

PASSED, APPROVED, AND ADOPTED this __th day of _____, 2025.

____
Shelley Hasselbrink, Mayor

ATTEST:

____
Windmera Quintanar, CMC, City Clerk

APPROVED AS TO FORM:

____
Michael S. Daudt, City Attorney

STATE OF CALIFORNIA)
COUNTY OF ORANGE) ss.
CITY OF LOS ALAMITOS)

I, Windmera Quintanar, CMC, City Clerk of the City of Los Alamitos, do hereby certify that the foregoing Ordinance No. ____ was duly introduced and placed upon its first reading at a regular meeting of the City Council on the __st day of _____, 2025 and that thereafter, said Ordinance was duly adopted and passed at a regular meeting of the City Council on the __th day of _______, 2025, by the following roll-call vote, to wit:

AYES: COUNCIL MEMBERS:
NOES: COUNCIL MEMBERS:
ABSENT: COUNCIL MEMBERS:
ABSTAIN: COUNCIL MEMBERS:

RESOLUTION NO. 2025-05

A RESOLUTION OF THE PLANNING COMMISSION OF THE CITY OF LOS ALAMITOS, CALIFORNIA, RECOMMENDING THE CITY COUNCIL ADOPT ORDINANCE NO. 2025-05 AMENDING AND RESTATING SECTION 17.28.020 OF THE LOS ALAMITOS MUNICIPAL CODE CONCERNING THE REGULATION OF ACCESSORY DWELLING UNITS (ZOA 25-04)

WHEREAS, an accessory dwelling unit or "ADU" is an attached or a detached residential dwelling unit that provides complete independent living facilities for one or more persons and is located on a lot with a proposed or existing primary residence. An accessory dwelling unit includes permanent provisions for living, sleeping, eating, cooking, and sanitation on the same parcel as a single-family dwelling or multifamily dwelling; and,

WHEREAS, a "junior accessory dwelling unit" or "JADU" is a small residential dwelling unit contained entirely within a single-family residence. A Junior accessory dwelling unit may include separate sanitation facilities, or may share sanitation facilities with the existing single-family residence; and,

WHEREAS, in 2016, the State Legislature adopted two bills pertaining to accessory dwelling units, Assembly Bill 2299 and Senate Bill 1069, which modified Government Code Section 65852.2; the State Legislature further modified Government Code Section 65852.2 with the adoption of Assembly Bill 494 and Senate Bill 229 in 2017, and again in 2020 with the adoption of Senate Bill 13, Assembly Bill 68, Assembly Bill 881 and Assembly Bill 3182 (Collectively, the "State ADU Law"); and,

WHEREAS, on April 22, 2020, the Planning Commission of the City of Los Alamitos approved Resolution No. 2020-02 recommending the City Council adopt an ordinance amending and restating Sections 17.08.020 and 17.28.020 of the Los Alamitos Municipal Code to update and clarify the City's regulations related to ADUs in accordance with the State ADU Law; and,

WHEREAS, on June 15, 2020, the City Council of the City of Los Alamitos adopted Ordinance No. 2020-04 amending and restating Sections 17.08.020 and 17.28.020 of the Los Alamitos Municipal Code to update and clarify the City's regulations related to ADUs in accordance with the State ADU Law; and,

WHEREAS, in July 2022, the California Department of Housing and Community Development (HCD) issued an updated Accessory Dwelling Unit Handbook, providing guidance on implementation of the State ADU Law; and,

WHEREAS, during its 2021-2022 Regular Session, the State Legislature approved two bills modifying the State ADU Law, Senate Bill 897 and Assembly Bill 221 (Collectively, the “2022 Revisions to the State ADU Law”); and,

WHEREAS, the 2022 Revisions to the State ADU Law necessitated the amendment and restatement of Section 17.28.020 (Accessory Dwelling Units and Junior Accessory Dwelling Units) of Title 17 (Zoning Regulations) of the Los Alamitos Municipal Code; and,

WHEREAS, on January, 25 2023, the Planning Commission of the City of Los Alamitos approved Resolution No. 2023-02 recommending the City Council adopt an ordinance amending and restating Sections 17.08.020 and 17.28.020 of the Los Alamitos Municipal Code to update and clarify the City’s regulations related to ADUs in accordance with the State ADU Law; and,

WHEREAS, on March 20, 2023, the City Council of the City of Los Alamitos adopted ZOA 23-01, to amend the Los Alamitos Municipal Code to update and clarify regulations related to the construction of ADUs and JADUs in accordance with the 2022 Revisions to the State ADU Law, which were intended to further streamline local regulations for the construction of new ADUs and JADUs; and,

WHEREAS, on March 25, 2024, the Chaptering of Senate Bill (SB) 477 (Chapter 7, Statutes of 2024) reorganized and renumbered sections of the Government Code relevant to State ADU and JADU requiring revisions to the code sections referenced in Ordinance CA 23-001; and,

WHEREAS, on September 19, 2024, the Chaptering of Senate Bill (SB) 1211 (Chapter 296, Statutes of 2024), revised sections of the Government Code relevant to State ADU and JADU law relating to the number of detached ADUs permitted on multi-family lots, the replacement of uncovered off-street parking spaces, and the imposition of design/development standards on ADUs; and,

WHEREAS, the City of Los Alamitos initiated ZOA 25-04 to amend the Los Alamitos Municipal Code to update and clarify regulations relating to ADU’s and JADU’s in compliance with State law; and,

WHEREAS, on September 24, 2025, the Planning Commission opened a duly noticed Public Hearing concerning proposed amendments to Section 17.28.020 of the Los Alamitos Municipal Code; and,

WHEREAS, the Planning Commission considered all applicable Staff reports, public testimony and evidence presented at the Public Hearing.

NOW, THEREFORE, THE PLANNING COMMISSION OF THE CITY OF LOS ALAMITOS DOES RESOLVE AS FOLLOWS:

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

SECTION 2. The Planning Commission hereby recommends that the City Council adopt Ordinance No. 2025-__ amending and restating Section 17.28.020 of the Los Alamitos Municipal Code concerning the regulation of Accessory Dwelling Units, attached hereto as Exhibit "A".

SECTION 3. The Secretary of the Planning Commission shall certify as to the adoption of this Resolution.

PASSED, APPROVED, AND ADOPTED this 24th day of September 2025.

Signed by:
FA8DA4CD4E21487...
Mary Anne Cuilty, Chair

ATTEST:

DocuSigned by:
Gabriela Martinez
D407E2EEA21540F...
Gabriela Martinez, Department Secretary

APPROVED AS TO FORM:

Signed by:
Michael Daudt
350A1F4BDEFA45B...
Michael S. Daudt, City Attorney

STATE OF CALIFORNIA)

COUNTY OF ORANGE) ss
CITY OF LOS ALAMITOS)

I, Gabriela Martinez, Department Secretary of the City of Los Alamitos, do hereby certify that the foregoing Resolution was adopted at a regular meeting of the Planning Commission held on the 24th day of September 2025, by the following vote, to wit:

AYES:	COMMISSIONERS:	Cuilty, Heichman, Griego, Hastie
NOES:	COMMISSIONERS:	
ABSENT:	COMMISSIONERS:	Legere
ABSTAIN:	COMMISSIONERS:	

DocuSigned by:
Gabriela Martinez
D407E2EEA21540F...
Gabriela Martinez, Department Secretary

City of Los Alamitos
CITY COUNCIL AGENDA REPORT

MEETING DATE: December 15, 2025 **ITEM NUMBER: 10C**

To: **Mayor Shelley Hasselbrink & Members of the City Council**

Presented By: **Ron Noda, Assistant City Manager/Development Services Director**
Britney Ramirez, Management Analyst

Subject: **Resolution No. 2025-39 - Beverage Container Recycling City/County Payment Program FY 2025-26**

SUMMARY

This item requests Council approval of a resolution authorizing the City's participation in the Fiscal Year (FY) 2025–2026 CalRecycle Beverage Container Recycling City/County Payment Program, which supports statewide efforts to achieve and maintain high recycling rates.

RECOMMENDATION

1. Adopt Resolution No. 2025-39, entitled, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, APPROVING THE CITY'S PARTICIPATION IN CALRECYCLE'S BEVERAGE CONTAINER RECYCLING CITY/COUNTY PROGRAM TO SUPPORT THE ACHIEVEMENT AND MAINTENANCE OF HIGH RECYCLING RATES"; and,

2. Authorize the City Manager to execute all Beverage Container Recycling Program documents concerning beverage container recycling program funds distribution for FY 2025-26.

BACKGROUND

The California Department of Resources Recycling and Recovery (CalRecycle) administers a program that provides funding opportunities to support beverage container recycling. A primary objective of this program is to achieve and maintain an 80% recycling rate for all California Refund Value (CRV) beverage containers. Through this program, CalRecycle allocates funds to participating jurisdictions to help offset eligible costs associated with statewide recycling and waste management efforts.

In addition, Senate Bill (SB) 1383 underscores the State of California's mandate for comprehensive recycling participation by all waste generators, including residential, multifamily, and commercial sectors. Passed in 2016 and effective January 1, 2022, SB 1383 represents the most significant waste reduction legislation adopted in California in the past three decades. The law requires a 75% reduction in the disposal of organic waste, such as food scraps, green waste, and certain paper products, by 2025.

DISCUSSION

The City of Los Alamitos has participated in CalRecycle's Beverage Container Recycling City/County Payment Program, receiving $5,000 annually. These funds have been used to offset costs associated with the City's waste and recycling consultant, City Green Consulting LLC, including technical assistance, site visits, and the development of educational outreach materials.

If awarded again, the FY 2025–2026 payment will continue to support these ongoing efforts to enhance community recycling compliance and outreach. Participation in this program does not require a funding match from the City.

FISCAL IMPACT

The program provides approximately $5,000, with no fiscal obligation from the City.

Attachment: 1. Resolution No. 2025-39 CalRecycle Beverage Container Recycling Program

RESOLUTION NO. 2025-39

A RESOLUTION OF CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, APPROVING THE CITY'S PARTICIPATION IN CALRECYCLE'S BEVERAGE CONTAINER RECYCLING CITY/COUNTY PAYMENT PROGRAM TO SUPPORT THE ACHIEVEMENT AND MAINTENANCE OF HIGH RECYCLING RATES

WHEREAS*,* pursuant to Public Resources Code Sections 48000 et seq., 14581, and 42023.1(g), the California Department of Resources Recycling and Recovery (CalRecycle) administers payment programs that provide funds to qualifying jurisdictions; and,

WHEREAS*,* CalRecycle has established procedures for the administration of these payment programs, which require, among other things, that an applicant's governing body declare by resolution certain authorizations related to program participation; and,

WHEREAS, the City of Los Alamitos is eligible to receive funding through CalRecycle's Beverage Container Recycling City/County Payment Program to support local recycling efforts.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS DOES RESOLVE AS FOLLOWS:

SECTION 1. The City Council of the City of Los Alamitos, California, finds that the above recitals are true and correct.

SECTION 2. The City of Los Alamitos hereby accepts any and all funding awarded through CalRecycle's Beverage Container Recycling City/County Payment Program and authorizes staff to submit all necessary applications for the Fiscal Year (FY) 2025–2026 cycle.

SECTION 3. The City Manager, and/or his or her designee, is hereby authorized and empowered to execute on behalf of the City all applications, Standard Agreements, amendments, and any other documents required for participation in the Beverage Container Recycling City/County Payment Program and for the receipt and disbursement of related funds.

SECTION 4. The authorizations granted by this Resolution shall remain in effect unless and until rescinded or superseded by a subsequent resolution of the City Council.

SECTION 5. The City Clerk shall certify as to the adoption of this Resolution.

PASSED, APPROVED, AND ADOPTED this 15th day of December 2025.

____
Shelley Hasselbrink, Mayor

ATTEST:

____
Windmera Quintanar, MMC, City Clerk

APPROVED AS TO FORM:

____
Michael S. Daudt, City Attorney

STATE OF CALIFORNIA)
COUNTY OF ORANGE) ss
CITY OF LOS ALAMITOS)

I, Windmera Quintanar, MMC, City Clerk, of the City of Los Alamitos, do hereby certify that the foregoing Resolution was adopted at a regular meeting of the City Council held on the 15th day of December, 2025, by the following vote, to wit:

AYES: COUNCILMEMBERS:
NOES: COUNCILMEMBERS:
ABSENT: COUNCILMEMBERS:
ABSTAIN: COUNCILMEMBERS:

____
Windmera Quintanar, MMC, City Clerk

City of Los Alamitos
CITY COUNCIL AGENDA REPORT

MEETING DATE: December 15, 2025 **ITEM NUMBER: 10D**

To: **Mayor Shelley Hasselbrink & Members of the City Council**

Presented By: **Chelsi Wilson, Administrative Services Manager**

Subject: **Resolution No. 2025-42- Workers Compensation for Volunteers**

SUMMARY

This report outlines and seeks consideration to approve Resolution No. 2025-42 to clarify volunteers as employees for the purpose of workers' compensation coverage.

RECOMMENDATION

Adopt Resolution No. 2025-42, entitled, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, DECLARING ALL VOLUNTEERS TO BE EMPLOYEES FOR THE PURPOSE OF WORKERS' COMPENSATION AND INSURANCE LAW".

BACKGROUND

The City of Los Alamitos currently contracts with Intercare Holdings Insurance Services to serve as its Third-Party Administrator (TPA) for Workers' Compensation claims. As part of Intercare's review of the City's coverage practices, they have requested clarification regarding the City's intent to provide Workers' Compensation coverage to designated volunteers.

While the City already maintains this practice, the resolution affirms that it provides Workers' Compensation coverage to designated volunteers under its existing insurance agreement. This designation ensures that volunteers are afforded the same protections and benefits as City employees in the event of a work-related injury or illness.

DISCUSSION

Staff recommends that the City Council approve Resolution No. 2025-42, electing to designate all volunteers as employees for the purposes of Workers' Compensation benefits.

Pursuant to California Labor Code Sections 3363.5 and 3351.5, public agencies are authorized to declare volunteers as employees solely for Workers' Compensation coverage. Adoption of this resolution ensures that individuals performing authorized volunteer services on behalf of the City are provided appropriate protection in the event of a work-related injury or illness.

In addition to safeguarding volunteers, approval of this resolution provides clarity and consistency in coverage for both the City and its Workers' Compensation carrier, Intercare Holdings Insurance Services. This action helps mitigate risk and reduces the potential for coverage disputes. The City of Los Alamitos already provides Workers' Compensation coverage for designated volunteers under its existing insurance agreement. This resolution serves as a formal reaffirmation of the City's intent to treat volunteers as employees solely for Workers' Compensation purposes, thereby reinforcing current practices without incurring additional costs.

FISCAL IMPACT

None.

Attachment: 1. Resolution No. 2025 -41 - Workers Compensation for Volunteers

RESOLUTION NO. 2025-41

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, DECLARING ALL VOLUNTEERS TO BE EMPLOYEES FOR THE PURPOSE OF WORKERS' COMPENSATION AND INSURANCE LAW

WHEREAS, the City of Los Alamitos desires that all volunteers receive Workers' Compensation coverage; and

WHEREAS, Labor Code sections 3363.5 and 3351.5 amended the Workers' Compensation and Insurance Law to permit public agencies to elect to cover all or certain designated volunteers as employees be declaring that such volunteers are employees for the purpose of the Workers' Compensation and Insurance Law.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS DOES RESOLVE AS FOLLOWS:

SECTION 1. The City of Los Alamitos hereby declares and approves all volunteers to be employees for the purpose of the Workers' Compensation and Insurance Law:

PASSED, APPROVED, AND ADOPTED this 15th, day of December, 2025.

____
Shelley Hasselbrink, Mayor

ATTEST:

____
Windmera Quintanar, MMC, City Clerk

APPROVED AS TO FORM:

____
Michael S. Daudt, City Attorney

STATE OF CALIFORNIA)
COUNTY OF ORANGE) ss
CITY OF LOS ALAMITOS)

I, Windmera Quintanar, MMC, City Clerk, of the City of Los Alamitos, do hereby certify that the foregoing Resolution was adopted at a regular meeting of the City Council held on the 15th day of December, 2025, by the following vote, to wit:

AYES: COUNCILMEMBERS:
NOES: COUNCILMEMBERS:
ABSENT: COUNCILMEMBERS:
ABSTAIN: COUNCILMEMBERS:

____
Windmera Quintanar, MMC, City Clerk

City of Los Alamitos
CITY COUNCIL AGENDA REPORT

MEETING DATE: December 15, 2025 **ITEM NUMBER: 11C**

To: **Mayor Shelley Hasselbrink & Members of the City Council**

Presented By: **Windmera Quintanar, City Clerk**

Subject: **City Council Reorganization**

SUMMARY

This report provides relevant information for the City Council's annual reorganization, by the election of Mayor and Mayor Pro Tem. The City's Charter requires roll call votes be taken for the election of these two Officers.

RECOMMENDATION

Elect Officers for the position of Mayor and Mayor Pro Tem by roll call vote.

BACKGROUND

The Mayor and the Mayor Pro Tem serve at the pleasure of the City Council. Section 602 of the City's Charter states the Council shall elect one (1) of its members to act as Mayor by roll call vote. Section 2.04.100 of the City's Municipal Code states that annually, at the first regularly scheduled City Council meeting in December, the City Council shall elect a member to serve as Mayor. Immediately after the Mayoral election, the newly elected Mayor shall conduct a City Council election to select a Mayor Pro Tem.

DISCUSSION

The City Clerk will conduct the election for the Office of Mayor. The newly elected Mayor would then conduct the election for the Office of Mayor Pro Tem. Each election shall be conducted by a roll call vote of the City Council.

Nominations will be considered in the order received. A second is not required for nominations.

FISCAL IMPACT

There is a minimal cost associated with this action which has been accounted for in the annual budget.

Attachment: None

City of Los Alamitos
CITY COUNCIL AGENDA REPORT

MEETING DATE: December 15, 2025 ITEM NUMBER: 11D

To: **Mayor Shelley Hasselbrink & Members of the City Council**

Presented By: **Windmera Quintanar, City Clerk**

Subject: **City Council Member Appointments/Reappointments as Representatives to other Agencies and City Committees for 2026**

SUMMARY

This report provides relevant information for the City Council's annual appointments/reappointments of Council Members as representatives to other Agencies.

RECOMMENDATION

1. Nominate and vote for appointments/reappointments regarding the Representatives to Other Agencies; and,

2. Nominate and vote for appointment to the City's Standing Committees; and,

3. Adopt Resolution No. 2025-40, entitled, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, DESIGNATING AND APPOINTING ITS REPRESENTATIVE TO THE ORANGE COUNTY FIRE AUTHORITY'S BOARD OF DIRECTORS"; and,

4. Authorize the City Clerk to complete California Form 806, Agency Report of: Public Official Appointments and post on the City's website.

BACKGROUND

The City Council Members represent the City on various County and regional boards and committees. These external bodies range from the League of California Cities to the Orange County Transportation Authority. The issues and topics covered by these bodies range from housing to police dispatch services. Appointees serve as voting members on some of these boards and committees.

Traditionally, as a follow-up to the annual City Council reorganization, the City Council reviews its current appointments and considers new appointments and reappointments. Each appointment can be considered individually and the appointment list can be voted on as a whole by the City Council.

Due to the timing of other agencies installation of new members, it is prudent for Council to make its appointments in December.

Fair Political Practices Commission - Form 806

Form 806 is used to report additional compensation that officials receive when appointing themselves to positions on committees, boards or commissions of a public agency, special district, or joint powers agency or authority. The State of California Fair Political Practices Commission (FPPC) Regulation 18705.5 requires Council Members to recuse themselves from voting on non-City positions that receive a stipend of $250 or more per year. Should the City Council wish to vote for themselves on compensated committees, the City must post Form 806 regarding the appointments on the City's website.

The City is in compliance with this regulation and posts Form 806 on the website; therefore, it is not necessary for Council Members to recuse themselves from voting for themselves on compensated non-City positions.

DISCUSSION

It would be appropriate for the City Council to review its current appointments and consider new appointments and re-appointments. Appointees are approved for travel-related expenses within the City Council's adopted budget to represent the City at various events.

All City Council appointments (Attachment 1) should be reviewed and voted upon this evening. For informational purposes, some of these appointments have been outlined below.

Orange County Fire Authority (OCFA)
Council Member Hasselbrink is the City's current delegate. She was first appointed to the OCFA Board of Directors in December 2016 and served as the alternate in 2015. As an OCFA Board Member, Council Member Hasselbrink has served on the Executive Board, Claims and settlement Committee, Fire Chief Selection Ad Hoc (completed), and Cost Control Ad Hoc. She also served as the Vice Chair for the Budget and Finance Committee and as Board President in 2020. Due to the high turnover at the Board level, OCFA has requested that member cities return existing delegates whenever possible.

Orange County Mosquito and Vector Control District Board
In December 2023, the City Council appointed Council Member Doby to the Orange County Mosquito and Vector Control District Board (OCMVCD) for a two-year term. Her term will expire on the first Monday in January 2026.

Association of California Cities - Orange County (ACC-OC)
The City joined ACC-OC in 2023. Since joining ACC-OC, Mayor Pro Tem Tanya Doby has been appointed to its Board of Directors. As such, it would be appropriate to appoint Mayor Pro Tem Doby as the delegate to this organization.

FISCAL IMPACT

None.

Attachment:
1. Blank City Council Appointments including Stipends (2026)
2. Resolution No. 2025-40 - OCFA Appointment
3. Form 806 (2026)
4. 2025 Adopted City Council Appointments

2025 City Council Representatives to Other Agencies and Ad Hoc Committees

AGENCY	MEETING INFORMATION	STIPEND INFORMATION	Delegate	Alternate
Association of California Cities - Orange County (ACC-OC) 25108 Marguerite Pkwy, Suite A225 Mission Viejo, CA 92692 Contact: Lauren Kline, Director of Programs and Operations Email: lkline@accoc.org	Varies. Includes, but not limited to, state and federal advocacy, annual Public Policymakers Academy and Leadership Conference, quarterly dinner programming, educational forums, and infrastructure tours.	Annual Membership Fee No stipend		
City Selection Meeting Administered by the OC Clerk of the Board Contact: Jamie Ross (714) 834-2206 Email: jamie.ross@ocgov.com	City practice is to have the Mayor as the delegate and any member of the Council as the alternate. The appointment needs to be sent in writing.	No stipend		
League of California Cities - State Division 1400 K. Street, Suite 400 Sacramento, CA 95814 Contact: Megan Dunn (916) 658-8291 Email: mdunn@cacities.org	Annual Conference requires additional vote for Voting delegate and alternative.	Annual Membership Fee No stipend		
Los Alamitos Community Foundation 3191 Katella Ave. Los Alamitos, CA 90720 Contact: Emeline Noda, enoda@cityoflosalamitos.org	6:00 p.m. 2nd Monday of January, May, October Special meetings as needed Established March 2022	No Stipend		
Orange County Fire Authority - Board of Directors 1 Fire Authority Road Irvine, CA 92602 Contact: Maria Huizar Email: mariahuizar@ocfa.org	6:00 p.m. 4th Thursday of every third month All Board Members may serve on 1 of 3 Board appointed Committees. Appointments need to be adopted in a Council Resolution.	$100 per meeting, no more than 3 meetings/mo. Limit of 1 stipend per day, paid quarterly Delegate and Alternate both eligible for stipend; however, only 1 member paid per meeting		n/a
Orange County Library Advisory Board 345 E. Main Street Tustin, CA 92780 Contact: Alejandro Martinez (714) 566-3011 Email: Alejandra.martinez@occr.ocgov.com	Meets 4 times a year (dates TBD) Tustin Branch Library - Community Room	No stipend		n/a
Orange County Mosquito Vector Control District 13001 Garden Grove Blvd. Garden Grove, CA 92643 Contact: Tawnia Pett (714) 971-2421 x 166 Email: TPett@ocvector.org	3:00 p.m. 3rd Thursday of every month All Board Members may serve on 1 out of 5 Board appointed committees which meet as needed.	$100/per board meeting Board Meetings Only	Appointed 12/15/25 2 year term	
Orange County Sanitation District - Board of Directors 10844 Ellis Avenue Fountain Valley, CA 92708 Contact: Kelly Lore (714) 593-7433 Email: klore@ocsan.gov	6:00 p.m. 4th Wednesday of Every Month All Board Members may serve on Board Appointed Committees which meet monthly.	$315 per meeting, per day Delegate and Alternate both eligible for stipend; however, only 1 member paid per meeting. Maximum meetings: Directors (6) Chairman (10)		

AGENCY	MEETING INFORMATION	STIPEND INFORMATION	Delegate	Alternate
West Cities Communications Center -JPA Board 911 Seal Beach Blvd. Seal Beach, CA 90740 Contact: Kasandra Edwards (562) 594-7243 Email: kedwards@west-comm.org	4:30 p.m. 3rd Tuesday in May, and November.	No stipend		

2025 City Council Committees/Representatives

PURPOSE	MEETING INFORMATION	STIPEND INFORMATION	Delegate	Delegate
Budget Standing Committee	Meets on an As-Needed Basis Standing Committee	No stipend		
Intergovernmental Affairs Representative	Attends Meetings and events as needed Council Appointed Representative Established 12/18/2023	No stipend		n/a
Liaison to the Joint Forces Training Base	Attends Meetings and events as needed Council Appointed Representative Established 12/18/23	No stipend		

RESOLUTION NO. 2025-40

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS, CALIFORNIA, DESIGNATING AND APPOINTING ITS 2026 REPRESENTATIVE TO THE ORANGE COUNTY FIRE AUTHORITY'S BOARD OF DIRECTORS

WHEREAS, the City, as a "member" of the Orange County Fire Authority Joint Powers Authority (JPA) is entitled to appoint a representative director ("Director") to the Orange County Fire Authority's Board of Directors; and,

WHEREAS, each member agency, by resolution of its governing body, shall designate and appoint one representative to act as its Director on the Authority Board of Directors, except the County whose Board of Supervisors shall appoint two representatives to act as its Directors; and,

WHEREAS, each Director shall be a current elected member of the governing body; and,

WHEREAS, each Director shall hold office until the selection of a successor by the appointing body; and,

WHEREAS, each Director is to serve at the pleasure of his or her appointing body and may be removed at any time, with or without cause, at the sole discretion of that appointing body; and,

WHEREAS, any vacancy shall be filled in the same manner as the original appointment of a Director.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LOS ALAMITOS DOES RESOLVE AS FOLLOWS:

SECTION 1. The City Council of the City of Los Alamitos, California, finds that the above recitals are true and correct.

SECTION 2. Does hereby designate and appoint Council Member ____________ ______as a Director to the Orange County Fire Authority Board of Directors.

SECTION 3. The City Clerk shall certify as to the adoption of this Resolution.

PASSED, APPROVED, AND ADOPTED this 15th day of December, 2025.

____
______________________, Mayor

ATTEST:

____
Windmera Quintanar, MMC, City Clerk

APPROVED AS TO FORM:

____
Michael S. Daudt, City Attorney

STATE OF CALIFORNIA)
COUNTY OF ORANGE) ss
CITY OF LOS ALAMITOS)

I, Windmera Quintanar, MMC, City Clerk of the City of Los Alamitos, do hereby certify that the foregoing Resolution was adopted at a regular meeting of the City Council held on the 15th day of December, 2025, by the following vote, to wit:

AYES: COUNCILMEMBERS:
NOES: COUNCILMEMBERS:
ABSENT: COUNCILMEMBERS:
ABSTAIN: COUNCILMEMBERS:

____
Windmera Quintanar, MMC, City Clerk

Agency Report of: Public Official Appointments

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California Form 806
For Official Use Only

1. Agency Name

City of Los Alamitos

Division, Department, or Region *(If Applicable)*

City Clerk's Office

Designated Agency Contact *(Name, Title)*

Windmera Quintanar, MMC, City Clerk

Area Code/Phone Number	**E-mail**
(562) 431-3538	wquintanar@cityoflosalamitos.org

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Date Posted: ____________ *(Month, Day, Year)*

2. Appointments

Agency Boards and Commissions	Name of Appointed Person	Appt Date and Length of Term	Per Meeting/Annual Salary/Stipend
Orange County Fire Authority - Board of Directors	▸Name ____ *(Last, First)* Alternate, if any ____ *(Last, First)*	▸ 12 / 15 / 25 *Appt Date* ▸ 1 year *Length of Term*	▸ *Per Meeting:* $ 100 ▸ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☒ $1,001-$2,000 ☐ ____ *Other*
Orange County Sanitation District - Board of Directors	▸Name ____ *(Last, First)* Alternate, if any ____ *(Last, First)*	▸ 12 / 15 / 25 *Appt Date* ▸ 1 year *Length of Term*	▸ *Per Meeting:* $ 315.00 ▸ *Estimated Annual:* ☐ $0-$1,000 ☒ $2,001-$3,000 ☐ $1,001-$2,000 ☐ ____ *Other*
Orange County Mosquito and Vector Control District	▸Name ____ *(Last, First)* Alternate, if any ____ *(Last, First)*	▸ 12 / 15 / 25 *Appt Date* ▸ 2 year *Length of Term*	▸ *Per Meeting:* $ 100 ▸ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☒ $1,001-$2,000 ☐ ____ *Other*
	▸Name ____ *(Last, First)* Alternate, if any ____ *(Last, First)*	▸ ___/___/___ *Appt Date* ▸ ____ *Length of Term*	▸ *Per Meeting:* $ ____ ▸ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☐ $1,001-$2,000 ☐ ____ *Other*

3. Verification

I have read and understand FPPC Regulation 18702.5. I have verified that the appointment and information identified above is true to the best of my information and belief.

Signature of Agency Head or Designee	Windmera Quintanar, MMC *Print Name*	City Clerk *Title*	*(Month, Day, Year)*

Comment: ____________

Agency Report of: Public Official Appointments

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Background

This form is used to report additional compensation that officials receive when appointing themselves to positions on committees, boards, or commissions of another public agency or to a committee or position of the agency of which the public official is a member.

This form is required pursuant to FPPC Regulation 18702.5. Each agency must post on its website a single Form 806 which lists all the paid appointed positions to which an official will vote to appoint themselves. When there is a change in compensation or a new appointment, the Form 806 is updated to reflect the change. The form must be updated promptly as changes occur.

Instructions

This form must be posted prior to a vote (or consent item) to appoint a governing board member if the appointee will participate in the decision and the appointment results in additional compensation to the appointee.

FPPC Regulation 18702.5 provides that as long as the public is informed prior to a vote, an official may vote to hold another position even when the vote results in additional compensation.

Part 1. Agency Identification
Identify the agency name and information on who should be contacted for information.

Part 2. Appointments
Identify the name of the other agency, board or commission. List the name of the official, and an alternate, if any.

List the appointment date and the length of term the agency official will serve. Disclose the stipend provided per meeting and the estimated annual payment. The annual salary is an estimate as it will likely vary depending upon the number of meetings. It is not necessary to revise the estimate at the end of the calendar year.

Part 3. Verification
The agency head or his/her designee must sign the verification.

Frequently Asked Questions (FAQs)

1. When does an agency need to complete the Form 806?

   A Form 806 is required when an agency's board members vote to appoint a board member to serve on another governmental agency or position of the agency of which the official is a member and will receive additional compensation.

2. The city council votes to serve as the city's housing authority, a separate entity. Will the Form 806 be required?

   If the council members receive additional compensation for serving on the housing authority, the Form 806 is required.

3. Are appointments made by a governing board to appoint one of its members to serve as an officer of that board for additional pay (e.g., mayor) required to be disclosed on Form 806?

   No. FPPC Regulation 18702.5(b)(6) exempts from this requirement decisions to fill a position on the body of which the official is a member (such as a councilmember being appointed as mayor) despite an increase in compensation.

4. In determining the income, must the agency include mileage reimbursements, travel payments, health benefits, and other compensation?

   No. FPPC Regulation 18702.5 requires only the amount of the stipend or salary to be reported.

5. Which agency must post the Form 806?

   The agency that is voting to appoint a public official must post the Form 806 on its website. The agency that the official will serve as a member is not required to post the Form 806. The form is not sent to the FPPC.

6. When must the Form 806 be updated?

   The Form 806 should be amended promptly upon any of the following circumstances: (1) the number of scheduled meetings is changed, (2) there is a change in the compensation paid to the members, (3) there is a change in membership on the board or commission, or (4) there is a new appointment to a new agency.

7. If officials choose to recuse themselves from the decision and leave the room when a vote is taken to make an appointment, must the Form 806 be completed?

   No. The Form 806 is only required to identify those officials that will vote on an appointment in which the official will also receive additional compensation.

Privacy Information Notice

Information requested by the FPPC is used to administer and enforce the Political Reform Act. Failure to provide information may be a violation subject to penalties. All reports are public records available for inspection and reproduction. Direct questions to FPPC's General Counsel, Fair Political Practices Commission, 1102 Q Street, Suite 3000, Sacramento, CA 95811.

Agency Report of:
Public Official Appointments
Continuation Sheet

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California Form 806
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1. Agency Name

City of Los Alamitos

Date Posted: __________ *(Month, Day, Year)*

2. Appointments

Agency Boards and Commissions	Name of Appointed Person	Appt Date and Length of Term	Per Meeting/Annual Salary/Stipend
	Name ______ *(Last, First)* Alternate, if any ______ *(Last, First)*	___/___/___ *Appt Date* ______ *Length of Term*	*Per Meeting:* $ ______ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☐ $1,001-$2,000 ☐ ______ *Other*
	Name ______ *(Last, First)* Alternate, if any ______ *(Last, First)*	___/___/___ *Appt Date* ______ *Length of Term*	*Per Meeting:* $ ______ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☐ $1,001-$2,000 ☐ ______ *Other*
	Name ______ *(Last, First)* Alternate, if any ______ *(Last, First)*	___/___/___ *Appt Date* ______ *Length of Term*	*Per Meeting:* $ ______ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☐ $1,001-$2,000 ☐ ______ *Other*
	Name ______ *(Last, First)* Alternate, if any ______ *(Last, First)*	___/___/___ *Appt Date* ______ *Length of Term*	*Per Meeting:* $ ______ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☐ $1,001-$2,000 ☐ ______ *Other*
	Name ______ *(Last, First)* Alternate, if any ______ *(Last, First)*	___/___/___ *Appt Date* ______ *Length of Term*	*Per Meeting:* $ ______ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☐ $1,001-$2,000 ☐ ______ *Other*
	Name ______ *(Last, First)* Alternate, if any ______ *(Last, First)*	___/___/___ *Appt Date* ______ *Length of Term*	*Per Meeting:* $ ______ *Estimated Annual:* ☐ $0-$1,000 ☐ $2,001-$3,000 ☐ $1,001-$2,000 ☐ ______ *Other*

2025 City Council Representatives to Other Agencies and Ad Hoc Committees

AGENCY	MEETING INFORMATION	STIPEND INFORMATION	Delegate	Alternate
Association of California Cities - Orange County (ACC-OC) 25108 Marguerite Pkwy, Suite A225 Mission Viejo, CA 92692 Contact: Lauren Kline, Director of Programs and Operations Email: lkline@accoc.org	Varies. Includes, but not limited to, state and federal advocacy, annual Public Policymakers Academy and Leadership Conference, quarterly dinner programming, educational forums, and infrastructure tours.	Annual Membership Fee No stipend	Doby	Nefulda
City Selection Meeting Administered by the OC Clerk of the Board Contact: Jamie Ross (714) 834-2206 Email: jamie.ross@ocgov.com	City practice is to have the Mayor as the delegate and any member of the Council as the alternate. The appointment needs to be sent in writing.	No stipend	Hasselbrink	Doby
League of California Cities - State Division 1400 K. Street, Suite 400 Sacramento, CA 95814 Contact: Megan Dunn (916) 658-8291 Email: mdunn@cacities.org	Annual Conference requires additional vote for Voting delegate and alternative.	Annual Membership Fee No stipend	Hasselbrink	Doby
Los Alamitos Community Foundation 3191 Katella Ave. Los Alamitos, CA 90720 Contact: Emeline Noda, enoda@cityoflosalamitos.org	6:00 p.m. 2nd Monday of January, May, October Special meetings as needed Established March 2022	No Stipend	Nefulda	Hasselbrink
Orange County Fire Authority - Board of Directors 1 Fire Authority Road Irvine, CA 92602 Contact: Maria Huizar Email: mariahuizar@ocfa.org	6:00 p.m. 4th Thursday of every third month All Board Members may serve on 1 of 3 Board appointed Committees. Appointments need to be adopted in a Council Resolution.	$100 per meeting, no more than 3 meetings/mo. Limit of 1 stipend per day, paid quarterly Delegate and Alternate both eligible for stipend; however, only 1 member paid per meeting	Hasselbrink	n/a
Orange County Library Advisory Board 345 E. Main Street Tustin, CA 92780 Contact: Alejandro Martinez (714) 566-3011 Email: Alejandra.martinez@occr.ocgov.com	Meets 4 times a year (dates TBD) Tustin Branch Library - Community Room	No stipend	Doby	n/a
Orange County Mosquito Vector Control District 13001 Garden Grove Blvd. Garden Grove, CA 92643 Contact: Tawnia Pett (714) 971-2421 x 166 Email: TPett@ocvector.org	3:00 p.m. 3rd Thursday of every month All Board Members may serve on 1 out of 5 Board appointed committees which meet as needed.	$100/per board meeting Board Meetings Only	Doby Appointed 12/18/23 2 year term	
Orange County Sanitation District - Board of Directors 10844 Ellis Avenue Fountain Valley, CA 92708 Contact: Kelly Lore (714) 593-7433 Email: klore@ocsan.gov	6:00 p.m. 4th Wednesday of Every Month All Board Members may serve on Board Appointed Committees which meet monthly.	$315 per meeting, per day Delegate and Alternate both eligible for stipend; however, only 1 member paid per meeting. Maximum meetings: Directors (6) Chairman (10)	Nefulda	Doby

AGENCY	MEETING INFORMATION	STIPEND INFORMATION	Delegate	Alternate
West Cities Communications Center -JPA Board 911 Seal Beach Blvd. Seal Beach, CA 90740 Contact: Kasandra Edwards (562) 594-7243 Email: kedwards@west-comm.org	4:30 p.m. 3rd Tuesday in May, and November.	No stipend	Nefulda	Hasselbrink

2025 City Council Committees/Representatives

PURPOSE	MEETING INFORMATION	STIPEND INFORMATION	Delegate	Delegate
Budget Standing Committee	Meets on an As-Needed Basis Standing Committee	No stipend	Hasselbrink	Doby
Intergovernmental Affairs Representative	Attends Meetings and events as needed Council Appointed Representative Established 12/18/2023	No stipend	Hasselbrink	n/a
Liaison to the Joint Forces Training Base	Attends Meetings and events as needed Council Appointed Representative Established 12/18/23	No stipend	Hasselbrink	Nefulda