



CAPITAL IMPROVEMENT PROJECTS (CIP), DEBT SERVICE, and INTERNAL SERVICE FUNDS

CAPITAL IMPROVEMENT PROJECTS (CIP)

	FY 16/17	FY 17/18
PARK IMPROVEMENTS	\$910,000	\$235,000
City Parks, playgrounds, facility grounds and public parkways		
STREET IMPROVEMENTS	\$6,290,000	\$2,990,000
Maintain City streets, sanitary sewers, storm drain systems, sidewalks, curbs, crosswalks, signs		
Maintain and control City traffic signals		
Mechanical maintenance of City vehicles and equipment		
Ensure compliance with State mandated safety and air quality programs		
CAPITAL IMPROVEMENT PROJECTS TOTAL	\$7,200,000	\$3,225,000

CIP 2016 - 2018

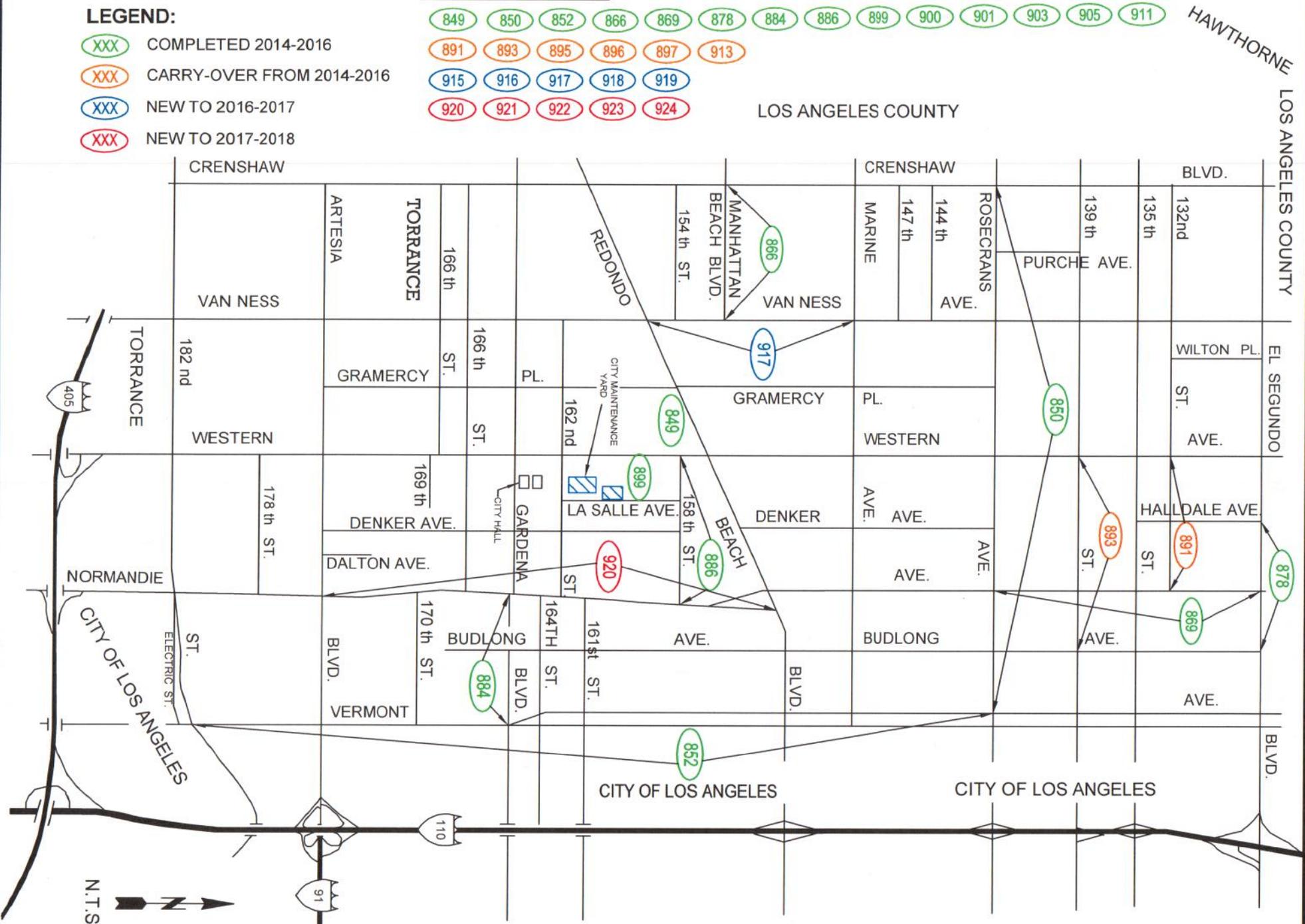
LEGEND:

- XXX COMPLETED 2014-2016
- XXX CARRY-OVER FROM 2014-2016
- XXX NEW TO 2016-2017
- XXX NEW TO 2017-2018

VARIOUS LOCATIONS

- 849
- 850
- 852
- 866
- 869
- 878
- 884
- 886
- 899
- 900
- 901
- 903
- 905
- 911
- 891
- 893
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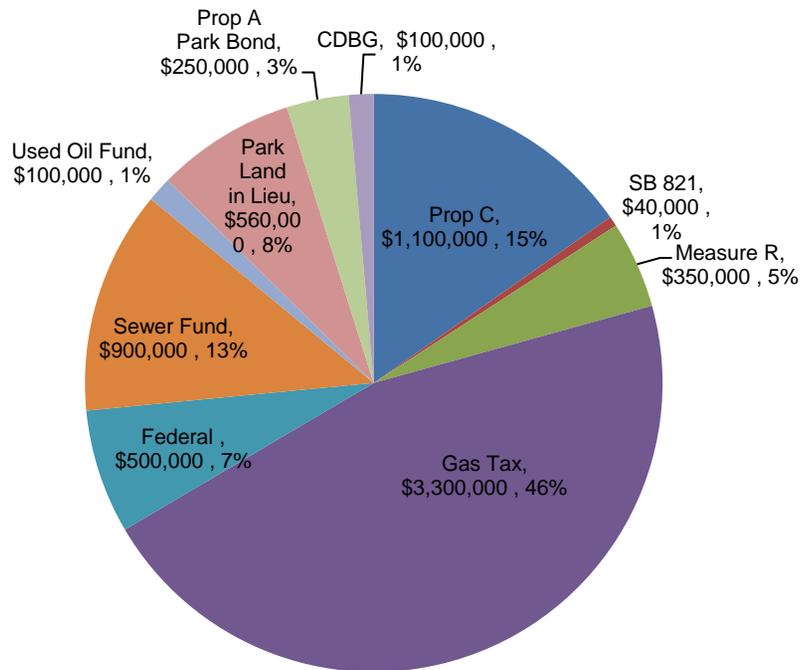
LOS ANGELES COUNTY



Capital Improvement Projects Fiscal Year 2016/2017

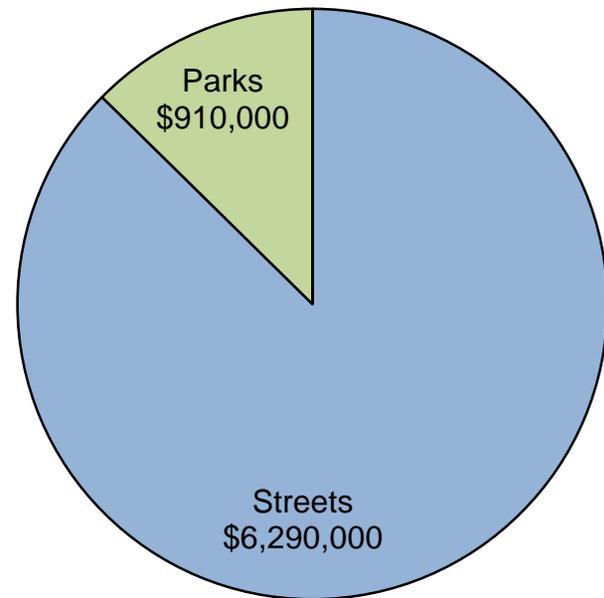
CAPITAL REVENUE

... Where the money comes from ...



CAPITAL EXPENDITURES

... Where the money goes...



CAPITAL IMPROVEMENT PROJECTS – Parks FISCAL YEAR 2016-2017

JOB NO. PROJECT DESCRIPTION

807 (c) Multi-Park Improvements - \$100,000
Resurface and paint outdoor basketball courts, replace or repair bleachers, upgrade windows, heating and ventilation.

870 (c) Rowley Park Renovation - \$600,000
Renovate gymnasium bleachers and scoreboard; add exercise stations; renovate auditorium, replace manual opening doors with automatic doors.

817 (c) Primm Pool Improvements - \$85,000
Rehabilitate the filtration and chlorination system in the wading pool to conform to health department standards.

820 (c) Mas Fukai Park Playground Equipment Project - \$125,000
Upgrade the playground equipment at Mas Fukai Park.

(c) -- Continuing project from previous years – total expenditure includes allocated, but unspent funds from prior year and additional funding request for fiscal year 2014-2015

CAPITAL FUNDING

Job Number	Park Land in Lieu	Prop A Park Bond	CDBG	Total
JN 807	100,000			100,000
JN 817	85,000			85,000
JN 820	125,000			125,000
JN 870	250,000	250,000	100,000	600,000
Total	\$560,000	\$250,000	\$100,000	\$910,000

Overall Impact on Operating Budget

There is no financial impact to the General Fund for these projects.

Park Improvements in the City will benefit both citizens and visitors in the community. This will provide a safer place, as well as make the City more inviting to people visiting or wanting to move into the community.

CAPITAL IMPROVEMENT PROJECTS – Streets FISCAL YEAR 2016-2017

JOB NO. PROJECT DESCRIPTION

<p>891 (c) 132nd Street Improvement - \$500,000 Rehabilitate this arterial by providing new asphalt pavement Overlay on this street, constructing landscaped median, and provide new striping and signing between Western Ave. to Normandie Ave.</p> <p>893 (c) 139th Street Improvement - \$500,000 Rehabilitate this arterial by providing new asphalt pavement overlay on this street, and provide new striping and signing between Western and Budlong.</p> <p>895 (c) Sewer Rehab 2016 - \$800,000 Clean and video 88 miles of sewer lines.</p> <p>897 (c) Local Street Improvement 2016 – Various - \$1,500,000 Rehabilitate this local residential area by providing new asphalt pavement overlay on numerous streets, and will also provide new striping and signing.</p> <p>913 (c) Storm Drain Catch Basin Screen Upgrade - \$100,000 Remove and replace deteriorated catch basin screen to comply with NPDES requirements, various.</p>	<p>915 (n) Sidewalk Replacement 2017 - \$40,000 This will remove and replace damaged sidewalk at various locations.</p> <p>916 (n) PW Street & Hwy Equipment Purchase - \$300,000 This will provide new PW equipment to maintain existing streets throughout the City.</p> <p>917 (n) Van Ness Ave. Street Improvement - \$600,000 Rehabilitate this arterial by providing new asphalt pavement overlay on this street, and provide new striping and signing between Redondo Beach Blvd. and Marine Ave.</p> <p>918 (n) Pedestrian Safety Improvement 2017 - \$350,000 Remove and replace damaged curb, gutter and sidewalk at various locations.</p> <p>919 (n) Local Street Improvement 2017 - \$1,500,000 Rehabilitate this local residential area by providing new asphalt pavement overlay on numerous streets, and will also provide new striping & signing.</p>
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(c) -- Continuing project from previous years – total expenditure includes allocated, but unspent funds from prior year and additional funding request for fiscal year 2016-2017

(n) – New project proposed for fiscal year 2016-2017

CAPITAL FUNDING

<u>Job No.</u>	<u>Prop C</u>	<u>SB 821</u>	<u>Measure R</u>	<u>Gas Tax</u>	<u>Federal</u>	<u>Sewer Fund</u>	<u>Used Oil Fund</u>	<u>Total</u>
891 (c)					\$500,000			\$ 500,000
893 (c)	\$ 500,000							\$ 500,000
895 (c)						\$ 800,000		\$ 800,000
896 (c)						\$ 100,000		\$ 100,000
897 (c)				\$ 1,500,000				\$ 1,500,000
913 (c)							\$ 100,000	\$ 100,000
915 (n)		\$ 40,000						\$ 40,000
916 (n)				\$ 300,000				\$ 300,000
917 (n)	\$ 600,000							\$ 600,000
918 (n)			\$ 350,000					\$ 350,000
919 (n)				\$ 1,500,000				\$ 1,500,000
Total	\$ 1,100,000	\$ 40,000	\$ 350,000	\$ 3,300,000	\$500,000	\$ 900,000	\$ 100,000	\$ 6,290,000

Overall Impact on Operating Budget

There is no financial impact to the General Fund for these projects. These improvements in the City will benefit both citizens and visitors in the community. This will provide a safer place, as well as make the City more inviting to people visiting or wanting to move into the community.

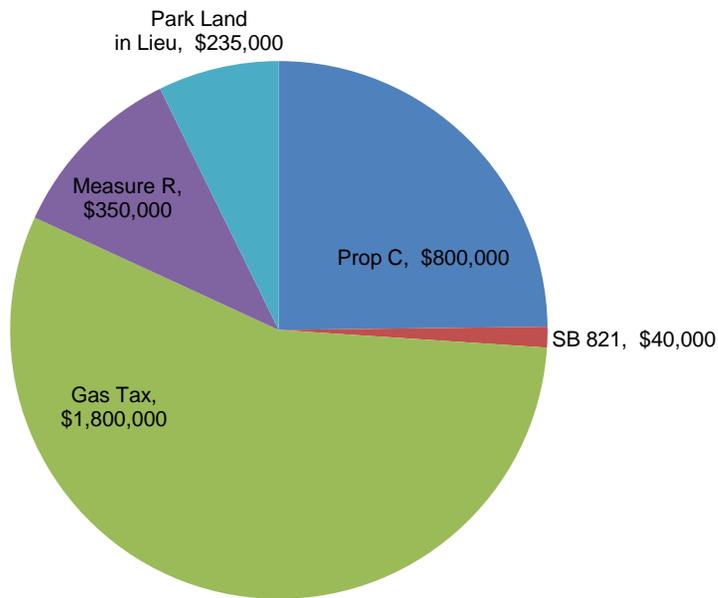
CAPITAL IMPROVEMENT PROGRAM FISCAL YEAR 2016-2017 FUNDING SUMMARY

FUNDING SOURCE	STREET IMPROVEMENTS		PROJECT COST
Prop C	#893 (c)	139th St. Impvmt (Slurry Seal) Western to Budlong	500,000 \$ 1,100,000
	#917 (c)	Van Ness Ave Street Improvement RBB to Marine	600,000
	Prop C - Total		<u>1,100,000</u>
Gas Tax	#897 (c)	Local Street Improvement 2016-Variou	1,500,000 \$ 3,300,000
	#916 (n)	PW Street & Highway Equipment Purchase	300,000
	#919 (n)	Local Street Improvement 2017-Variou	1,500,000
Gas Tax - Total		<u>3,300,000</u>	
Sewer	#895 (c)	Sewer Rehab 2016-Variou	800,000 \$ 900,000
	#896 (c)	NPDES Sewer Related Project	100,000
Sewer- Total		<u>900,000</u>	
SB821	#915 (n)	Sidewalk Replacement 2017- Various	\$ 40,000
Measure R	#918 (n)	Pedestrian Safety Improvement 2017- Various	\$ 350,000
Federal	#891 (c)	132nd St. Improvement-Western Ave to Normandie	\$ 500,000
Used Oil	#913 (c)	Storm Drain Catch Basin Screen Upgrade-Variou	\$ 100,000
STREET IMPROVEMENTS			SUBTOTAL \$ 6,290,000
FUNDING SOURCE	PARK IMPROVEMENTS		PROJECT COST
Park Land in Lieu	#807 (c)	Multi-Park Improvements	100,000 \$ 560,000
	#817 (c)	Primm Pool Rehabilitation	85,000
	#820 (c)	Mas Fukai Playground Equipment Project	125,000
	#870 (c)	Rowley Park Renovation	250,000
Park Land in Lieu - Total		<u>560,000</u>	
Prop A Park Bond	#820 (c)	Mas Fukai Playground Equipment Project	\$ 250,000
CDBG	#870 (c)	Rowley Park Renovation	\$ 100,000
PARK IMPROVEMENTS			SUBTOTAL \$ 910,000
CIP- FISCAL YEAR 2016-2017			TOTAL \$ 7,200,000

Capital Improvement Projects Fiscal Year 2017/2018

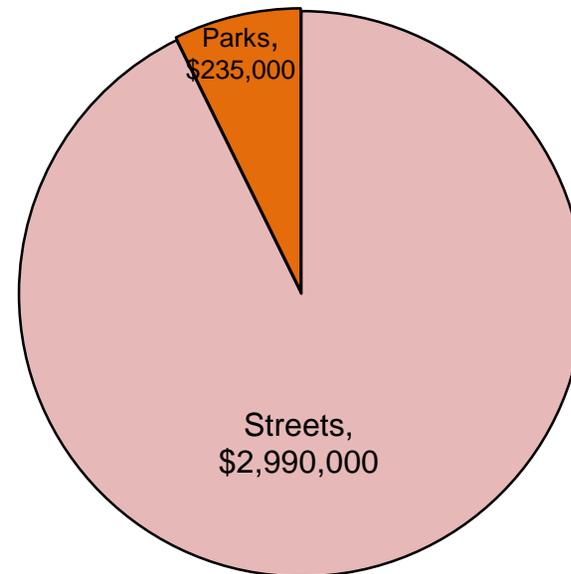
CAPITAL REVENUE

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CAPITAL EXPENDITURES

... Where the money goes...



CAPITAL IMPROVEMENT PROJECTS – Parks FISCAL YEAR 2017-2018

JOB NO. PROJECT DESCRIPTION

- 810 (c) Nakaoka Center Improvements - \$130,000**
Upgrade the audio visual system and repair/replace the auditorium partitions.
- 813 (c) Rush Gym Improvements - \$105,000**
Rehabilitate the bleachers, scoreboards and curtains.
Rehabilitate the filtration and chlorination system in the wading pool to conform to health department standards.

(c) -- Continuing project from previous years – total expenditure includes allocated, but unspent funds from prior year and additional funding request for fiscal year 2014-2015

CAPITAL FUNDING

Job Number	Park Land in Lieu	Prop 40	Prop A Park Bond	CDBG	Total
JN 810	130,000				130,000
JN 813	105,000				105,000
Total	\$235,000				\$235,000

Overall Impact on Operating Budget

There is no financial impact to the General Fund for these projects.

Park Improvements in the City will benefit both citizens and visitors in the community. This will provide a safer place, as well as make the City more inviting to people visiting or wanting to move into the community.

CAPITAL IMPROVEMENT PROJECTS – Streets

FISCAL YEAR 2017-2018

JOB NO. PROJECT DESCRIPTION

920 (n) Normandie Ave. Street Improvement - \$800,000
 Rehabilitate this arterial by providing new asphalt pavement overlay on this street, and provide new striping and signing between Redondo Beach Blvd. and Artesia Blvd.

921 (n) Local Street Improvement 2018 – \$1,500,000
 Rehabilitate this local residentials by providing new asphalt pavement overlay on various streets and will also provide new striping and signing and construct curb ramps.

922 (n) Sidewalk Replacement 2018 – Various - \$40,000
 Remove and replace damaged curb, gutter and sidewalk at various locations within the City to ADA compliance.

923 (n) Pedestrian Safety Improvement Various - \$350,000
 Remove and replace damaged curb, gutter and sidewalk at various locations within the City.

924 (n) PW St. & Hwy Equipment Purchase - \$300,000
 This will provide new equipment to be utilized in the maintenance of Gardena streets.

<u>Job No.</u>	<u>Project</u>	<u>Budget</u>	<u>Prop C</u>	<u>SB 821</u>	<u>Measure R</u>	<u>Gas Tax</u>	<u>Total</u>
920 (n)	Normandie Ave. Street Improvement	\$ 800,000	\$ 800,000				\$ 800,000
921 (n)	Local Street Improvement 2018, Various	\$ 1,500,000				\$ 1,500,000	\$ 1,500,000
922 (n)	Sidewalk Replacement 2018, Various	\$ 40,000		\$ 40,000			\$ 40,000
923 (n)	Pedestrian Safety Improvement 2018, Various	\$ 350,000			\$ 350,000		\$ 350,000
924 (n)	PW Street & Highway Equipment Purchase	\$ 300,000				\$ 300,000	\$ 300,000
Totals		\$ 2,990,000	\$ 800,000	\$ 40,000	\$ 350,000	\$ 1,800,000	\$ 2,990,000

CAPITAL IMPROVEMENT PROGRAM FISCAL YEAR 2017-2018 FUNDING SUMMARY

FUNDING SOURCE	STREET IMPROVEMENTS		PROJECT COST
Gas Tax	#921 (n)	Local Street Improvement 2018-Various	1,500,000 \$ 1,800,000
	#924 (n)	PW Street & Highway Equipment Purchase	300,000
	Gas Tax - Total		<u>1,800,000</u>
SB821	#922 (n)	Sidewalk Replacement 2018- Various	\$ 40,000
Measure R	#923 (n)	Pedestrian Safety Improvement 2018- Various	\$ 350,000
Prop C	#920 (n)	Normandie Ave. Street Improvement-RBB to Artesia	\$ 800,000
STREET IMPROVEMENTS SUBTOTAL			\$ 2,990,000
FUNDING SOURCE	PARK IMPROVEMENTS		PROJECT COST
Park Land in Lieu	#810 (c)	Nakaoka Center Improvements	130,000 \$ 235,000
	#813 (c)	Rush Gym Improvements	105,000
Park Land in Lieu - Total		<u>235,000</u>	
CIP- FISCAL YEAR 2017-2018 TOTAL			\$ 3,225,000

CAPITAL IMPROVEMENT PROJECT (CIP) STREET REHABILITATION TEN (10) YEAR PLAN - FISCAL YEARS ENDING 2017-2026

CIP Projects - Next Five Years (Fiscal Year 2017-2021)	FUNDING (\$1,000's)							
	Federal	CDBG	Prop C	SB 821	Street Lighting	Sewer	Measure R	Gas Tax
FISCAL YEAR 2016-2017				\$ 40				
Sidewalk Replacement								\$ 300
PW Street & Hwy Equip Purchase			\$ 600					
Van Ness Ave. Street Improvement- RBB to El Segundo Blvd.							\$ 350	
Pedestrian Safety Improvement 2017 - Various								\$ 1,500
Local Street Improvement 2017								
TOTAL Fiscal Year 2016-2017	\$ -	\$ -	\$ 600	\$ 40	\$ -	\$ -	\$ 350	\$ 1,800
FISCAL YEAR 2017-2018								
Normandie Avenue Street Improvement - RBB to Artesia Blvd.			\$ 800					\$ 1,500
Local Street Improvement 2018 - Various								
Sidewalk Replacement Various Locations				\$ 40				
Pedestrian Safety Improvement 2018 - Various							\$ 350	
PW Street & Hwy Equipment Purchase								300
TOTAL Fiscal Year 2017-2018	\$ -	\$ -	\$ 800	\$ 40	\$ -	\$ -	\$ 350	\$ 1,800
FISCAL YEAR 2018-2019								
Redondo Beach Blvd. - Crenshaw to Gramercy Place			\$ 450					
Redondo Beach Blvd. - Normandie to Vermont			\$ 350					
Local Street Improvement 2019 - Various								\$ 1,500
Pedestrian Safety Improvement 2019 - Various							\$ 350	
Sidewalk Replacement Various Locations				\$ 40				
TOTAL Fiscal Year 2018-2019	\$ -	\$ -	\$ 800	\$ 40	\$ -	\$ -	\$ 350	\$ 1,500
FISCAL YEAR 2019-2020								
170th Street Improvement - Normandie to Vermont	\$ 500							
Western Ave. Street Improvement - Redondo Beach to Artesia			\$ 800					
Sidewalk Replacement 2020 - Various				\$ 40				
Local Street Improvement 2020 - Various								\$ 1,500
Pedestrian Safety Improvement 2020 - Various							\$ 350	
Sewer Rehabilitation - Various						\$ 750		
TOTAL Fiscal Year 2019-2020	\$ 500	\$ -	\$ 800	\$ 40	\$ -	\$ 750	\$ 350	\$ 1,500
FISCAL YEAR 2020-2021								
Budlong Ave. Street Improvement - El Segundo to Redondo Beach			\$ 800					
Pedestrian Safety Improvement 2021 - Various							\$ 350	
Local Street Improvement 2021 - Various								\$ 1,500
Sidewalk Replacement 2021 - Various				\$ 40				
TOTAL Fiscal Year 2020-2021	\$ -	\$ -	\$ 800	\$ 40	\$ -	\$ -	\$ 350	\$ 1,500
SUB-TOTAL CIP PROJECT COSTS FIVE (5) YEAR PLAN - FISCAL YEARS 2017-2021	\$ 500	\$ -	\$ 3,800	\$ 200	\$ -	\$ 750	\$ 1,750	\$ 8,100

CAPITAL IMPROVEMENT PROJECT (CIP) STREET REHABILITATION TEN (10) YEAR PLAN - FISCAL YEARS ENDING 2017-2026

CIP Projects - Next Five Years (Fiscal Year 2021-2026)	FUNDING (\$1,000's)							
	Federal	CDBG	Prop C	SB 821	Street Lighting	Sewer	Measure R	Gas Tax
FISCAL YEAR 2021-2022								
Van Ness Ave. Street Improvement- Redondo Beach to Marine			\$ 750					
Pedestrian Safety Improvement 2022 - Various							\$ 350	
Local Street Improvement 2022 - Various								1,500
Sidewalk Replacement - Various				\$ 40				
Sewer Rehabilitation 2022 - Various						\$ 750		
TOTAL Fiscal Year 2021-2022	\$ -	\$ -	\$ 750	\$ 40	\$ -	\$ 750	\$ 350	\$ 1,500
FISCAL YEAR 2022-2023								
Pedestrian Safety Improvement 2023 - Various							\$ 350	
Sidewalk Replacement - Various				\$ 40				
Local Street Improvement 2023 - Various								\$ 1,500
Arterial Street Slurry Sealing			\$ 800					
TOTAL Fiscal Year 2022-2023	\$ -	\$ -	\$ 800	\$ 40	\$ -	\$ -	\$ 350	\$ 1,500
FISCAL YEAR 2023-2024								
Pedestrian Safety Improvement 2024 - Various							\$ 350	
Sidewalk Replacement - Various				\$ 40				
Local Street Improvement 2024 - Various								\$ 1,500
Arterial Street Improvement	\$ 500							
Arterial Slurry Sealing			\$ 800					
TOTAL Fiscal Year 2023-2024	\$ 500	\$ -	\$ 800	\$ 40	\$ -	\$ -	\$ 350	\$ 1,500
FISCAL YEAR 2024-2025								
Pedestrian Safety Improvement 2025 - Various							\$ 350	
Sidewalk Replacement - Various				\$ 40				
Local Street Improvement 2025 - Various								\$ 1,500
Arterial Street Improvement			\$ 800					
TOTAL Fiscal Year 2024-2025	\$ -	\$ -	\$ 800	\$ 40	\$ -	\$ -	\$ 350	\$ 1,500
FISCAL YEAR 2025-2026								
Pedestrian Safety Improvement 2026 - Various							\$ 350	
Sidewalk Replacement - Various				\$ 40				
Local Street Improvement 2026 - Various								\$ 1,500
Arterial Street Improvement			\$ 800					
TOTAL Fiscal Year 2025-2026	\$ -	\$ -	\$ 800	\$ 40	\$ -	\$ -	\$ 350	\$ 1,500
SUB-TOTAL CAPITAL IMPROVEMENT PROJECT COSTS - FIVE (5)YEAR PLAN - FISCAL YEARS 2017-2021	\$ 500	\$ -	\$ 3,950	\$ 200	\$ -	\$ 750	\$ 1,750	\$ 7,500
TOTAL CAPITAL IMPROVEMENT PROJECT COSTS - TEN (10) YEAR PLAN FISCAL YEARS 2017-2026	\$ 1,000	\$ -	\$ 7,750	\$ 400	\$ -	\$ 1,500	\$ 3,500	\$ 15,600



DEBT SERVICE FY16/17 – FY17/18

**CITY OF GARDENA
FISCAL YEAR 2016-2017
DEBT SERVICE REQUIREMENTS**

Series	ORIGINAL ISSUE			BEGINNING BALANCE 07/01/2016			RETIRED FY 2016-17			ENDING BALANCE June 30, 2017		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
Certificates of Participation (COPs):												
2006 A*	21,010,000	27,690,971	48,700,971	9,605,000	5,018,755	14,623,755	435,000	598,053	1,033,053	9,170,000	4,420,702	13,590,702
2006 C	3,650,000	1,704,378	5,354,378	2,165,000	464,541	2,629,541	205,000	92,025	297,025	1,960,000	372,516	2,332,516
2007A	2,800,000	1,929,165	4,729,165	1,930,000	868,181	2,798,181	90,000	97,325	187,325	1,840,000	770,856	2,610,856
Taxable Lease Revenue Refunding Bonds:												
2014*	9,110,000	8,035,249	17,145,249	9,110,000	7,398,973	16,508,973	-	450,019	450,019	9,110,000	6,948,954	16,058,954
	\$43,070,000	\$39,359,762	\$82,429,762	\$22,810,000	\$13,750,450	\$36,560,450	\$730,000	\$1,237,422	\$1,967,422	\$22,080,000	\$12,513,028	\$34,593,028

Professional services and Admin. Fees: \$ 4,556

TOTAL: \$ 1,971,978

REVENUE SOURCES:

Transfer-in from General Fund \$ 1,971,978

\$ 1,971,978

*-In Fiscal Year 2014/2015, 2006 Series B was refunded by the 2014 Taxable Lease Revenue Refunding Bonds.

DEBT SERVICE REQUIREMENTS
2006 REFUNDING CERTIFICATES OF PARTICIPATION SERIES A
(Issued in 2006)

BOND ISSUES: **CITY OF GARDENA**
Refunding
DATE OF ISSUES: June 7, 2006
AMOUNT OF ISSUE: \$21,010,000.00
AMOUNT OUTSTANDING: **\$10,015,000.00** *
(June 30, 2015)

DESCRIPTION: The 2006 Refunding Certificates of Participation Series AB&C are issued to (1) refinance certain financial obligations of the City in connection with a Memorandum of Understanding with certain financial institutions, (2) prepay and defease certain outstanding 1994 Refunding Certificates of Participation, (3) fund a reserve fund and (4) pay certain costs of issuance.

The total \$21,010,000 includes \$12,495,000 aggregate principal amount of Certificates of Participation (2006 Refinancing Project, Series A), and \$8,515,000 aggregate principal amount of Certificates of Participation Series B (the 2006C Certificates.)

***Note-**In Fiscal Year 2014-2015 the 2006 Certificate of Participation, Series B, was refunded by the 2014 Taxable Lease Revenue Refunding Bonds, Series 2014. The econmic gain on the current refunding was \$1,637,398 and the savings in debt service payments was \$2,360,051.

The bond interest rates vary from 3.625% to 4.500%.

PAYMENT DATES: January 1 and July 1
PAYMENT AGENT: US Bank

DEBT SERVICE REQUIREMENTS			
	FY 2015-16	FY 2016-17	FY 2017-18
<u>REVENUE SOURCES</u>			
Transfer-in from General Fund	1,314,208	1,035,110	1,032,429
TOTAL:	\$ 1,314,208	\$ 1,035,110	\$ 1,032,429
<u>EXPENDITURES</u>			
Interest Expense	902,338	598,053	570,372
Principal payment	410,000	435,000	460,000
Administration and trustee fees	1,870	2,057	2,057
TOTAL:	\$ 1,314,208	\$ 1,035,110	\$ 1,032,429

DEBT SERVICE REQUIREMENTS
2006 REFUNDING CERTIFICATES OF PARTICIPATION SERIES C
(Issued in 2006)

BOND ISSUES: **CITY OF GARDENA**
Refunding

DATE OF ISSUES: June 7, 2006

AMOUNT OF ISSUE: \$3,650,000.00

AMOUNT OUTSTANDING: **\$2,355,000.00**
(June 30, 2015)

DESCRIPTION: The 2006 Refunding Certificates of Participation Series AB&C are issued to (1) refinance certain financial obligations of the City in connection with a Memorandum of Understanding with certain financial institutions, (2) prepay and defease certain outstanding 1994 Refunding Certificates of Participation, (3) fund a reserve fund and (4) pay certain costs of issuance.

The \$3,650,000 issued in the Certificates of Participation Series AB&C is the aggregate principal amount of Certificates of Participation (2006 Refinancing Project, Series C).

The bond interest rates vary from 3.625% to 4.300%.

PAYMENT DATES: January 1 and July 1

PAYMENT AGENT: US Bank

DEBT SERVICE REQUIREMENTS

	FY 2015-16	FY 2016-17	FY 2017-18
<u>REVENUE SOURCES</u>			
Transfer-in from General Fund	290,749	297,525	293,575
TOTAL:	\$ 290,749	\$ 297,525	\$ 293,575
<u>EXPENDITURES</u>			
Interest Expense	100,419	92,025	83,075
Principal payment	190,000	205,000	210,000
Administration and trustee fees	330	500	500
TOTAL:	\$ 290,749	\$ 297,525	\$ 293,575

**DEBT SERVICE REQUIREMENTS
2007 REVENUE BONDS SERIES A
(Issued in 2007)**

BOND ISSUES: **CITY OF GARDENA**
South Bay Communication Center

DATE OF ISSUES: January 24, 2007

AMOUNT OF ISSUE: \$2,800,000.00

AMOUNT OUTSTANDING: **\$2,015,000.00**
(June 30, 2015)

DESCRIPTION: The 2007 A Refunding Revenue Bonds are issued pursuant to Indenture of Trust, dated as of February 1, 2007 by and between the South Bay Regional Public Communications Authority (SBRPCA), and the Bank of New York Trust Company, N.A. as trustee. The bonds are issued to refund SBRPCA Revenue Bonds 2001 Series A (City of Gardena Project) in an amount of \$2,630,000, to fund the Reserve Account, and to pay certain costs of issuance.

PAYMENT DATES: January 1 and July 1

PAYMENT AGENT: Bank of New York Trust Company

DEBT SERVICE REQUIREMENTS

	FY 2015-16	FY 2016-17	FY 2017-18
<u>REVENUE SOURCES</u>			
Transfer-in from General Fund	188,775	189,325	189,825
TOTAL:	\$ 188,775	\$ 189,325	\$ 189,825
<u>EXPENDITURES</u>			
Interest Expense	101,575	97,325	92,825
Principal payment	85,000	90,000	95,000
Trustee admin. services	2,200	2,000	2,000
TOTAL:	\$ 188,775	\$ 189,325	\$ 189,825

DEBT SERVICE REQUIREMENTS
2014 TAXABLE LEASE REVENUE REFUNDING BONDS
(Issued in 2015)

BOND ISSUES: **CITY OF GARDENA**
Taxable Lease Revenue Refunding Bonds

DATE OF ISSUES: May 1, 2015

AMOUNT OF ISSUE: \$9,110,000.00

AMOUNT OUTSTANDING: **\$9,110,000.00**
(June 30, 2015)

DESCRIPTION: The 2014 Taxable Lease Revenue Refunding Bonds, were issued to (a) refund the 2006B Certificates, (b) fund capitalized interest for a portion of the Bonds through May 1, 2017, and (c) pay a portion of the costs of the Bonds.

The bond interest rates vary from 3.950% to 5.000%.

PAYMENT DATES: May 1 and November 1

PAYMENT AGENT: US Bank

DEBT SERVICE REQUIREMENTS

	FY 2015-16	FY 2016-17	FY 2017-18
<u>REVENUE SOURCES</u>			
Transfer-in from General Fund	450,019	450,019	505,019
TOTAL:	\$ 450,019	\$ 450,019	\$ 505,019
<u>EXPENDITURES</u>			
Interest Expense	450,019	450,019	450,019
Principal payment	-	-	55,000
TOTAL:	\$ 450,019	\$ 450,019	\$ 505,019



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INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

PUBLIC SERVICE GOAL: *To continually build and maintain adequate reserves through annual budget contributions to protect the City's investment in computer technology and general equipment so that funding is available when needed for maintenance and replacement and to cover the cost of insurance and other ongoing administrative obligations.*

Internal Service Funds are established to cover the cost of insurance and other ongoing administrative obligations and to separate these funds from the General Fund account. The City is self-insured for general liability, worker's compensation and employee health benefits coverage. Funds in these accounts are used to pay all self-insured losses and related administrative costs with the balance in each account at the end of the fiscal year accumulated as reserves against future liabilities.

In addition, the City established a Computer Maintenance/Replacement Fund in fiscal year 2001-2002, and in fiscal year 2005-2006 re-established the Equipment Revolving/Replacement Fund to insure the timely replacement of vital operating equipment. Internal contributions to the self-insurance funds are budgeted as pro-rata expenditures in each operating department and transferred monthly as revenue to the internal service fund accounts.

SELF - INSURANCE PROGRAMS

The City retains the services of Third Party Administrators (TPA) to handle claims for general liability, worker's compensation and health care claims. Current services are provided by:

General Liability Claims – Carl Warren & Co.

Workers Compensation Claims – AdminSure

Health Benefits Plan – Advanced Benefits Solutions, LLC.

- **General Liability**

The General Liability Fund provides for the City's general liability, self-insurance program and other insurance needs in order to reduce cost and provide better control; to provide for the administration and legal service necessary for the operation of this program; to provide insurance protection against catastrophic loss or losses and to provide payment of liability insurance purchased in excess of the City's self insurance limits.

Charges to departments are established by the Chief Fiscal Officer and included in the budget manual. Upon recommendation from the finance committee, additional reserves may be transferred at year end from the General Fund reserves.

- **Workers Compensation**

The Workers Compensation Fund is established to pay administrative and legal services necessary for the operation of this program; to provide payment of compensation benefits and medical expenses associated with industrial injuries; to provide insurance protection against a catastrophic loss or losses; to review and analyze the City's industrial injury risks and determine the most suitable means of reducing employee exposure; and to develop procedures for administration of the City's Self-Insurance Compensation and Safety Program.

Charges to departments are established by the Chief Fiscal Officer and included in the budget manual.

- **Health Benefits**

The City is self-insured for health benefits for its employees and purchases reinsurance to transfer some of its risk. Rates are set by the Health Benefits Committee, which is comprised of management and one employee from each of the employee bargaining groups. The committee reviews the cost of health care, changes in benefits, and market trends in order to establish the rate for health insurance. Fund levels are set at 70% confidence rate.

The fund is supported through contributions of both employees and the City as negotiated each year with the employee bargaining groups. The City's contribution is \$1,060 per month for the employee and one dependent. Employees contribute an additional \$434 per month if they have more than one dependent insured. Rates for life insurance vary depending on the bargaining group.

EQUIPMENT REPLACEMENT PROGRAM – Revolving

- **Computer Technology Maintenance and Replacement**

The Technology Replacement Fund sets aside funds to protect the City's investment in high-cost computer and related technology.

The fund was established based on the pro-rata deployment of equipment within each department and the associated cost of annual maintenance.

Charges to departments are calculated based on the number of computers that are supported by the Technology Resources division of the Administrative Services Department and the estimated life and projected replacement cost. Reserves build during the years that the equipment is under warranty and are used to replace and/or update equipment and software as needed.

- **Equipment Revolving Fund**

The Equipment Revolving Fund sets aside funds to protect the City's investment in general equipment, particularly rolling stock or other costly capital purchases. The fund was established based on the pro-rata deployment of equipment within each department and the associated cost of annual maintenance. Reserves build during the period that new equipment is under warranty so that funds are available to replace aging equipment as needed. Equipment needs are determined during the budget process. Each department presents a supplemental budget request and meets with the City Manager. The City Manager determines the priority based on the needs of the community and organization as a whole.

Internal Service Funds	Audited 2014-2015	Adopted 2015-2016	Adopted 2016-2017	Adopted 2017-2018
Self-Insurance Liability	4,708,856	1,557,644	1,717,817	1,717,800
Self-Insurance Workers Compensation	1,441,220	1,169,051	1,726,100	1,781,100
Self-Insurance Health Benefit Fund	6,242,482	5,365,000	7,577,499	7,554,343
Technology Maintenance / Replacement	42,070	94,000	503,600	153,600
City Equipment Revolving	754,648	558,243	567,000	-
Total Internal Service Funds	13,189,277	8,743,938	12,092,016	11,206,843

