



# CITY OF MENDOTA

*"Cantaloupe Center Of The World"*

VICTOR MARTINEZ  
Mayor

LIBERTAD "LIBERTY" LOPEZ  
Mayor Pro Tem

JOSE ALONSO

JOSEPH R. RIOFRIO

OSCAR ROSALES

## AGENDA MENDOTA CITY COUNCIL

Regular City Council Meeting  
City Council Chambers  
643 Quince Street  
Mendota, California 93640  
April 11, 2023  
6:00 PM

CRISTIAN GONZALEZ  
City Manager

JOHN KINSEY  
City Attorney

The Mendota City Council welcomes you to its meetings, which are scheduled for the 2nd and 4th Tuesday of every month. Your interest and participation are encouraged and appreciated. Notice is hereby given that Council may discuss and/or take action on any or all of the items listed on this agenda. **Please turn your cell phones on vibrate/off while in the council chambers.**

Any public writings distributed by the City of Mendota to at least a majority of the City Council regarding any item on this regular meeting agenda will be made available at the front counter at City Hall, located at 643 Quince Street Mendota, CA 93640, during normal business hours, 8 AM – 5 PM.

In compliance with the Americans with Disabilities Act, individuals requiring special assistance to participate at this meeting please contact the City Clerk at (559) 655-3291 or (559) 577-7692. Notification of at least forty-eight hours prior to the meeting will enable staff to make reasonable arrangements to ensure accessibility to the meeting.

Si necesita servicios de interpretación para participar en esta reunión, comuníquese con la Secretaria de la Ciudad al (559) 655-3291 o (559) 577-7692 entre las 8 a.m. y las 5 p.m. de lunes a viernes. La notificación de al menos veinticuatro horas antes de la reunión permitirá al personal adoptar las disposiciones necesarias para garantizar su participación en la reunión.

### CALL TO ORDER

### ROLL CALL

### FLAG SALUTE

### INVOCATION

### FINALIZE THE AGENDA

1. Adjustments to Agenda
2. Adoption of final Agenda

### CITIZENS' ORAL AND WRITTEN PRESENTATIONS

At this time, members of the public may address the City Council on any matter not listed on the agenda involving matters within the jurisdiction of the City Council. Please complete a "request to speak" form and limit your comments to THREE (3) MINUTES. Please give the completed form to the City Clerk prior to the start of the meeting. All speakers shall observe proper decorum. The Mendota Municipal Code prohibits the use of boisterous, slanderous, or profane language. All speakers must step to the podium and state their names and addresses for the record. Please watch the time.

## **APPROVAL OF MINUTES AND NOTICE OF WAIVING OF READING**

1. Minutes of the special City Council meeting held on March 27, 2023 and the regular City Council meeting of March 28, 2023.
2. Notice of waiving of the reading of all resolutions and/or ordinances introduced and/or adopted under this agenda.

## **CONSENT CALENDAR**

Matters listed under the Consent Calendar are considered to be routine and will be enacted by one motion and one vote. There will be no separate discussion of these items. If discussion is desired, that item will be removed from the Consent Calendar and will be considered separately.

1. MARCH 23, 2023 THROUGH MARCH 30, 2023  
WARRANT LIST CHECK NOS. 53065 THROUGH 53109  
TOTAL FOR COUNCIL APPROVAL = \$558,710.52

## **PUBLIC HEARING**

1. Council discussion and consideration of **Ordinance No. 23-01**, authorizing an amendment to the contract between the Board of Administration, California Public Employees' Retirement System and the City of Mendota.
  - a. *Receive report from Administrative Services Director Lekumberry*
  - b. *Inquiries from City Council to staff*
  - c. *Mayor Martinez opens the public hearing*
  - d. *Once all comment has been received, Mayor Martinez closes the public hearing*
  - e. *Council considers waiving the second reading and adoption of Ordinance No. 23-01*

## **DEPARTMENT REPORTS AND INFORMATIONAL ITEMS**

1. Finance Director
  - a) Grant Update
2. City Engineer
  - a) Update
3. City Attorney
  - a) Update
4. City Manager
  - a) Business licenses

**MAYOR AND COUNCIL REPORTS AND INFORMATIONAL ITEMS**

1. Council Member(s)
2. Mayor

**CLOSED SESSION**

1. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION  
Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Government Code section 54956.9 (one potential case)

**ADJOURNMENT**

**CERTIFICATION OF POSTING**

I, Celeste Cabrera-Garcia, City Clerk of the City of Mendota, do hereby declare that the foregoing agenda for the Mendota City Council Regular Meeting of April 11, 2023, was posted on the outside bulletin board located at City Hall, 643 Quince Street, on Friday, April 7, 2023, at 12:00 p.m.

  
\_\_\_\_\_  
Celeste Cabrera-Garcia, City Clerk



## MINUTES OF MENDOTA SPECIAL CITY COUNCIL MEETING

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**Special Meeting**

**March 27, 2023**

**Meeting called to order by Mayor Martinez at 6:33 PM.**

### **Roll Call**

**Council Members Present:** Mayor Victor Martinez, Mayor Pro Tem Libertad “Liberty” Lopez, Council Members Jose Alonso and Joseph Riofrio

**Council Members Absent:** Council Member Oscar Rosales

**Flag salute led by Council Member Riofrio in honor of our Armed Forces and the victims and those affected by the Tennessee school shooting.**

### **FINALIZE THE AGENDA**

1. Adjustments to Agenda.
2. Adoption of final Agenda.

A motion was made by Council Member Riofrio to adopt the agenda seconded by Mayor Pro Tem Lopez; unanimously approved (4 ayes, absent Rosales).

### **CITIZENS ORAL AND WRITTEN PRESENTATIONS**

None offered.

### **BUSINESS**

1. Discussion Forum:
  - a. Open discussion on road conditions and plan for repairs

Mayor Martinez introduced the item and discussion was held on ongoing road repair projects in the City, including the associated costs; road repair projects that have been

completed in recent years; the need to educate community members on how to properly navigate roundabouts; the need to make the City more wheelchair accessible; the need to repair sidewalks that were lifted due to overgrown tree roots; the need to clean up mud build up in the City caused by the recent rainstorms; the need for both the City and community members to work together; and the need to increase community participation in City led meetings.

- b. Update on ongoing community projects; *and*
- c. Other

Mayor Martinez introduced the item and discussion was held on the status of the inclusive playground at Rojas-Pierce Park; the Pool Park Rehabilitation Project; the Rojas-Pierce Park Expansion Project-Phase 2; the Mendota Police Department and City Council Chambers Project; a proposed new housing development; a community trash cleanup up program; the need for community members to volunteer at City events; the 2023 Earth Day event; the quarterly Community Clean Up events held with Mid Valley Disposal; the issue of stray dogs in the City and possible solutions; smoke shops in the City and possible regulations; the approval process for new businesses coming into the City; mobile food vendors in the City; the need to address speeding vehicles in the City; and the possibility of assisting a community member with his living situation.

**ADJOURNMENT**

With no more business to be brought before the Council, a motion for adjournment was made at 8:04 p.m. by Council Member Riofrio, seconded by Mayor Pro Tem Lopez; unanimously approved (4 ayes, absent Rosales).

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Victor Martinez, Mayor

ATTEST:

\_\_\_\_\_  
Celeste Cabrera-Garcia, City Clerk



## MINUTES OF MENDOTA REGULAR CITY COUNCIL MEETING

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**Regular Meeting**

**March 28, 2023**

**Meeting called to order by Mayor Martinez at 6:00 PM.**

### **Roll Call**

**Council Members Present:** Mayor Victor Martinez, Mayor Pro Tem Libertad “Liberty” Lopez, Council Members Jose Alonso, Joseph Riofrio and Oscar Rosales

**Council Members Absent:** None

**Flag salute led by Mayor Martinez**

**Invocation led by Police Chaplain Robert Salinas**

### **FINALIZE THE AGENDA**

1. Adjustments to Agenda.
2. Adoption of final Agenda.

A motion was made by Council Member Riofrio to adopt the agenda, seconded by Council Member Rosales; unanimously approved (5 ayes).

Council Member Rosales wished Council Member Riofrio a Happy Birthday.

### **PRESENTATIONS**

1. City Council to recognize Ana Raquel Hernandez for her success with her YouTube Channel “Cocinando con Raquel”.

Ana Raquel Hernandez was recognized by the City Council for her success with her YouTube Channel and social media sites “Cocinando con Raquel”.

Ms. Hernandez thanked the City Council and commented on the recognition.

The City Council congratulated Ms. Hernandez on her success and thanked her for representing Mendota and her culture.

### **CITIZENS ORAL AND WRITTEN PRESENTATIONS**

**Patricia Gamez** – reported that there is a community mailbox in front of her home that has a red curb; that she has received citations for parking her vehicle in front of the mailbox event on days that there is no United States Postal Service; that personal circumstances make it difficult for her to not park in front of her home, along the red curb; and requested that the City consider allowing vehicles to park in front of the community mailboxes on the days that there is no postal service.

Discussion was held on Ms. Gamez's inquiry.

### **APPROVAL OF MINUTES AND NOTICE OF WAIVING OF READING**

1. Minutes of the regular City Council meeting of March 14, 2023 and the special joint City Council and Mendota Unified School Board of Trustees meeting of March 22, 2023.
2. Notice of waiving of the reading of all resolutions and/or ordinances introduced and/or adopted under this agenda.

A motion was made by Council Member Rosales to approve items 1 and 2, seconded by Mayor Pro Tem Lopez; unanimously approved (5 ayes).

### **CONSENT CALENDAR**

1. MARCH 9, 2023 THROUGH MARCH 21, 2023  
WARRANT LIST CHECK NOS. 53014 THROUGH 53064  
TOTAL FOR COUNCIL APPROVAL = \$494,057.41
2. Proposed adoption of **Resolution No. 23-21**, approving the quotes submitted by National Auto Fleet Group and Cook's Communications and authorizing the purchase of two vehicles for the Police Department.
3. Proposed authorization of the Mayor to execute a letter of support for the proposed one-time relief package to support hospital care for Medi-Cal patients.
4. Proposed authorization of the Mayor to execute a letter of support for funding for the National Farmworker Jobs Program.

A motion was made by Council Member Rosales to approve items 1 through 4, seconded by Mayor Pro Tem Lopez; unanimously approved (5 ayes).

## **BUSINESS**

1. Council discussion and consideration of **Resolution No. 23-22**, authorizing the City Manager to purchase vehicles for the Public Utilities and Public Works Departments from Geweke Ford in an amount not to exceed \$110,000.00 plus taxes and fees and execute all documents necessary to effectuate the purchase.

Mayor Martinez introduced the item and City Manager Gonzalez provided the report.

Discussion was held on the information shared by Mr. Gonzalez.

Chief Plant Operator Angel provided additional information on the item.

Discussion was held on the information shared by Mr. Angel.

A motion was made by Mayor Pro Tem Lopez to adopt Resolution No. 23-22, seconded by Council Member Rosales; unanimously approved (5 ayes).

2. Council discussion and consideration of **Resolution No. 23-23**, approving the proposal submitted by Townsend Public Affairs for State and Federal Advocacy Trip Support Services and authorizing the City Manager to execute all documents necessary to effectuate the proposal.

Mayor Martinez introduced the item and City Clerk Cabrera-Garcia provided the report.

Discussion was held on the information shared by Ms. Cabrera-Garcia.

A motion was made by Mayor Pro Tem Lopez to approve Resolution No. 23-23, seconded by Council Member Rosales; unanimously approved (5 ayes).

## **DEPARTMENT REPORTS AND INFORMATIONAL ITEMS**

1. Animal Control, Code Enforcement, and Police Department
  - a) February Monthly Reports

Chief of Police Smith provided the monthly report for the Code Enforcement department, including weed abatement enforcement efforts; and the enforcement of illegal semi-truck parking.

Discussion was held on the City's efforts to enforce illegal semi-truck parking; and the department issuing Council Member Rosales's brother a citation for illegal parking.

*Mayor Pro Tem Lopez left the Council Chambers and returned at 7:41 p.m.*

Chief Smith provided the monthly report for the Animal Control department, including



monthly statistics and the dog pound's current capacity.

Discussion was held on the maximum dog capacity for the dog pound.

Chief Smith provided the monthly report for the Police Department, including monthly statistics.

Discussion was held on the report provided by Chief Smith, including current personnel recruitment efforts.

2. City Attorney  
a) Update

City Attorney Kinsey reported on the investiture for Judge Ana de Alba who serves as a United States District Judge for the United States District Court for the Eastern District of California and shared how Judge de Alba is an inspiration for young Latinas on the West side of the Central Valley.

3. City Manager  
a) Mobilized vendor update

City Manager Gonzalez provided an update on motorized and sidewalk vendors, including the vendors who have current licensing; the City's efforts to oversee and manage the flooding issues; the status of the cleanup and beautification program; the status of the inclusive park; and the status of the Police Department/City Council Chambers project.

Discussion was held on motorized and sidewalk vendors; the status of the cleanup and beautification program; the possibility of implementing a beautification subcommittee; and the status of the inclusive playground.

## **MAYOR AND COUNCIL REPORTS AND INFORMATIONAL ITEMS**

1. Council Member(s)

Council Member Rosales inquired about a staff appreciation luncheon and requested that Ana Raquel Hernandez be a guest of honor at the 2023 Mendota Fireworks Show.

Joseph Amador thanked City Manager Gonzalez and Chief Smith for their work.

Council Member Riofrio commented on the incorporation dates of various cities; and the history of Mendota.

Discussion was held on selling Mendota merchandise; and creating a donor list for the Mendota Community Corporation and the City.

Mayor Pro Tem Lopez commented on the great work of the community, staff, and City

Council.

Council Member Alonso congratulated Ana Raquel Hernandez and her husband on the success of “Cocinando con Raquel”; reported on the upcoming Public Safety Subcommittee meeting on April 3<sup>rd</sup>, and reported on an upcoming meeting he will have with an organization based in New York.

2. Mayor

Mayor Martinez reported on ongoing City efforts and projects; the efforts of the Chamber of Commerce; creating a new soccer field; and on the Town Hall Meeting that was held on March 27<sup>th</sup>.

Discussion was held on upcoming self-help housing meeting and the possibility of installing fencing at the Lindgren-Lozano Park.

**ADJOURNMENT**

With no more business to be brought before the Council, a motion for adjournment was made at 7:23 p.m. by Council Member Alonso, seconded by Council Member Rosales; unanimously approved (5 ayes).

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Victor Martinez, Mayor

ATTEST:

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Celeste Cabrera-Garcia, City Clerk

CITY OF MENDOTA  
CASH DISBURSEMENTS  
03/23/23 - 03/30/23  
CK# 053065 - 053109

Check Date	Check Number	Check Amount	Vendor Name	Cash Account	Invoice Description
March 23, 2023	53065	\$ 5.77	NEW YORK LIFE INS. CO.	GENERAL	LIFE INSURANCE
March 23, 2023	53066	\$ 2,546.98	THE BANK OF NEW YORK MELLON	SEWER	MENDOTA JPFA LEASE REVENUE BOND, SERIES 2022
March 28, 2023	53067	\$ 200.00	SWRCB	SEWER	DERRICK & OLLER ROUNDABOUT SR 33 AT SR 180 MENDOTA CA
March 29, 2023	53068	\$ 887.14	ACME ROTARY BROOM SERVICE	STREETS	(1) 58" 413 HF SCHWARZE AVALANCHE MAIN BROOM
March 29, 2023	53069	\$ 64.54	ADT SECURITY SERVICES	WATER	SECURITY SERVICES FOR 4/04/23-5/03/23 WATER PLANT
March 29, 2023	53070	\$ 1,628.67	ALERT-0-LITE	STREETS, SEWER	(35) DELINEATOR 42" DIAMOND TUBE OIL, (10) 1000' YEL CAUTION TAPE (STORM/FLOODING) (1) VINL SIGN SHOULDER CLOSE
March 29, 2023	53071	\$ 65.00	BALANCED COMFORT	GENERAL	REIMBURSEMENT FOR PAYMENT- INCORRECT BUILDING PERMIT
March 29, 2023	53072	\$ 1,049.41	CORBIN WILLITS SYS INC.	GENERAL,WATER,SEWER	ENHANCEMENT AND SERVICE FEES APRIL 2023- MOMS
March 29, 2023	53073	\$ 14,283.36	CORE & MAIN LP	WATER	(100) 1 CTS SS INSERT PIPE RING, (5) STRT BALL SERVICE VALVE, (4) P15403N NO LEAD, (1)18 B3211-6 FLG, (4) 18 SIP EZGRIP PVC
March 29, 2023	53074	\$ 600.00	DALE DRUMMOND POLYGRAPH SERVICE	GENERAL	(2) POLYGRAPH REPORTS (PD)
March 29, 2023	53075	\$ 129.94	DEPT. OF CONSERVATION	GENERAL	2022 4TH OTR SEISMIC HAZARD AND STRONG MOTION
March 29, 2023	53076	\$ 29,777.96	FRESNO COUNTY SHERIFF	GENERAL, WATER	DISPATCH SERVICES FOR JULY 2022, DISPATCH SERVICES FOR FEBRUARY 2023, RMS JMS FEE FOR APRIL 2023 (PD)
March 29, 2023	53077	\$ 275.00	INSYARATH, KHAMPHOU	GENERAL	POLICE STATISTICS FOR FEBRUARY 2023
March 29, 2023	53078	\$ 1,400.00	LAW & ASSOCIATES	GENERAL	(2) LAW ENFORCEMENT BACKGROUND INVESTIGATION
March 29, 2023	53079	\$ 300.00	LEAGUE OF CALIFORNIA CITIES	GENERAL	2023 LOCAL STREETS AND ROADS NEEDS - ASSESSMENT
March 29, 2023	53080	\$ 302.98	LEAF	GENERAL	(2) KYROCERA COPIER LEASE PAYMENT 04/15/23
March 29, 2023	53081	\$ 154.00	MENDOTA 1 SMOG	GENERAL	2015 FORD POLICE INTERCEPTOR - CHECK BAR LIGHT, 2020 FORD POLICE INTERCEPTION - CHECK BODY COVER (PD)
March 29, 2023	53082	\$ 271.85	METRO UNIFORM	GENERAL	(1) KINETIC 8" GTX- J.GURROLA
March 29, 2023	53083	\$ 1,537.22	MID VALLEY DISPOSAL, INC	STREETS	SERVICE FOR MARCH 01-15 2023: CITY YARD REFUSE
March 29, 2023	53084	\$ 436.31	OFFICE DEPOT	GENERAL, WATER, SEWER	(1) FOLDER, (2) COLLAPIBLE CART,(1)STICKY NOTES, (1)HP BLACK TONER
March 29, 2023	53085	\$ 26,560.00	RRM DESIGN GROUP	GENERAL,WATER,SEWER	TASK X.1: CONSTRUCTION TEST AND INSPECT SERVICES
March 29, 2023	53086	\$ 301,269.76	SILVERFOX ELECTRIC, INC.	GENERAL	ROJAS PIERCE PARK EXPANSION - PHASE 2 PAYMENT #2
March 29, 2023	53087	\$ 386.80	UNION PACIFIC RAILROAD COMPANY	STREETS	PUBLIC ROADWAY ENCROACHMENT MARIE 9TH & BELMONT- APRIL 2023
March 29, 2023	53088	\$ 297.44	THARP'S FARM SUPPLY	SEWER, STREETS	(10) HOSE CLAMPS, (2) NYLON ADAPTORS - (STORM / FLOODING)
March 29, 2023	53089	\$ 1,280.13	THE HOME DEPOT CREDIT CARD	WATER, STREETS, GENERAL	(2) MILWAUKEE 3/8 ERGO, (3) MILWAUKEE DIAMOND PLUS HS, (2) 500 LM STEEL FLASHLIGHT,(7) TOGGLED LED 2 PK
March 29, 2023	53090	\$ 825.38	TRIANGLE ROCK PRODUCTS,LLC	STREETS, SEWER	SAND FOR SAND BAGS (STORM / FLOODING)
March 29, 2023	53091	\$ 145.62	UNIFIRST CORPORATION	GENERAL, WATER, SEWER	(3)COM MATS, WET MOP, DRY MOP, TERRY CLOTHS
March 29, 2023	53092	\$ 496.88	USA BLUEBOOK	WATER, SEWER	(1)TEE CONNECTOR 1/2 TUBE, (3) HEAVY DUTYY TRASH BAGS
March 29, 2023	53093	\$ 283.89	VALLEY FARM SUPPLY STORES INC.	GENERAL	(4) CHAIN LOOP, (5) STIHL AUTOCUT 25-2 NO BLISTER
March 29, 2023	53094	\$ 450.00	VETERINARY MEDICAL CENTER	GENERAL	REMAINDER OF OPEN BALANCE

CITY OF MENDOTA  
 CASH DISBURSEMENTS  
 03/23/23 - 03/30/23  
 CK# 053065 - 053109

March 29, 2023	53095	\$ 300.00	VORTAL	GENERAL,WATER,SEWER	CITY WEBSITE HOSTING AND MAINTAINCE FEBRUARY AND MARCH 2023
March 29, 2023	53096	\$ 719.76	VULCAN MATERIALS COMPANY	GENERAL, WATER	COLD MIX 3/8 SC8 QTY:6.70 (STORM / FLOODING)
March 29, 2023	53097	\$ 375.00	CITY OF FRESNO- POLICE DEPARTMENT	GENERAL	LEADERSHIP TRAINING ASSESSMENT SUPERVISION - S.JURADO (PD)
March 29, 2023	53098	\$ 6,546.00	LEAGUE OF CALIFORNIA CITIES	GENERAL	MEMBERSHIP DUES FOR CALANDER YEAR 2023
March 29, 2023	53099	\$ 480.00	TED'S AG SERVICE	GENERAL, WATER,SEWER,STREETS	(6) INSTALL MODEM ON CARD READER AND REPLACE LOCK
March 29, 2023	53100	\$ 134,067.00	CITY OF MENDOTA PAYROLL	GENERAL	PAYROLL TRANSFER FOR 03/13/23 - 03/26/23
March 30, 2023	53101	\$ 703.60	AT&T	WATER,SEWER,GENERAL	CITYWIDE PHONE SERVICES 02/25/23 - 03/24/23
March 30, 2023	53102	\$ 925.43	FOUNTAIN PEOPLE, INC	GENERAL	(2) TRANSMITTER BOARD, ACTIVATOR
March 30, 2023	53103	\$ 10,397.85	FRESNO COUNTY CLERK	GENERAL,WATER,SEWER	ELECTION SERVICE - COM CITY COUNCIL, COM TRANSACTION & USE TAX MEASURE
March 30, 2023	53104	\$ 375.00	NEXUS ADMINISTRATORS, INC.	GENERAL, WATER, SEWER	QUARTERLY 2023 RETIREMENT PLAN BASE FEE
March 30, 2023	53105	\$ 451.40	PETTY CASH	GENERAL, WATER, SEWER, REFUSE	PETTY CASH EXPENSE TAG #770-780 01/11/23-03/27/23
March 30, 2023	53106	\$ 10,000.00	TOWNSEND PUBLIC AFFAIRS, INC.	GENERAL	ADVOCACY SUPPORT SERVICES 2023
March 30, 2023	53107	\$ 2,546.98	UMPOUA BANK	GENERAL	LOAN PAYMENT 12/16/22- 04/01/23
March 30, 2023	53108	\$ 1,805.47	WANGER JONES HELSLEY PC ATTORNEY	GENERAL	LEGAL SERVICE RE: SPECIAL LEGAL FEES 02/15/23, LEGAL SERVICE RE: 1269 MARIE ST CITY FEE
March 30, 2023	53109	\$ 1,105.00	CALIFORNIA DEPARTMENT OF TAX & FEE ADMINISTRATUIN	GENERAL, WATER, SEWER	USE TAX PERIOD END: 12/23/22

\$ 558,710.52

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**AGENDA ITEM – STAFF REPORT**

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**TO:** HONORABLE MAYOR AND COUNCILMEMBERS  
**FROM:** JENNIFER LEKUMBERRY, DIRECTOR OF ADMINISTRATIVE SERVICES & ASSISTANT CITY MANAGER  
**VIA:** CRISTIAN GONZALEZ, CITY MANAGER  
**SUBJECT:** CALPERS CONTRACT AMENDMENT TO ADD THE SAFETY CATEGORY  
**DATE:** APRIL 11, 2023

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**ISSUE**

Shall the City Council hold the public hearing and consider adopting No. 23-01?

**BACKGROUND**

In 2016, the City of Mendota (“City”) entered into a contract with the Board of Administration, California Public Employees' Retirement System (“CalPERS”). This agreement excluded the safety category as a result of the majority of those safety category employees voting against membership.

In the current Memorandum of Understanding (“MOU”) between the City and Operating Engineers Local Union No.3, which represents the Mendota Police Officers Association (“OE3/MPOA”), under Article I (E), there is an agreement for a reopener to discuss and consider CalPERS, with the intention to implement CalPERS on or around July 1, 2023, contingent on the Mendota Transactions and Use Tax Measure (“Measure H”) being approved by the voters in the November 2022 election. Prior Measure H passing, the City Council directed the City Manager to move forward with CalPERS for the safety category. As a result, the City requested a valuation report in August 2022.

Measure H was approved in the November 2022 general election to provide additional funding for essential City of Mendota services, including, but not limited to, improving parks and roads. Measure H implements a new 1.25% transactions and use tax, providing an estimated \$493,498 annually unless repealed, subject to publicly available annual audits with all funds benefitting Mendota residents.

The City’s negotiation team met with OE3/MPOA and with City Council separately, providing both groups the valuation report which provided projected costs. Staff was directed to move forward with the CalPERS contract amendment to include the safety category and eliminate the match for the 401k plan effective the same pay period in which the safety category for CalPERS becomes effective. The City met and conferred with OE3/MPOA and reached an agreement to move forward with the CalPERS contract amendment to include the safety category and eliminate the match for the 401k plan effective the same pay period in which the safety category for CalPERS becomes effective.

On March 24, 2023, the City Council adopted resolution 23-19, approving an amendment to the contract between the Board of Administration, California Public Employees' Retirement System and the City of Mendota; introduced and waived the first reading of Ordinance No. 23-01; and scheduled the public hearing for April 11, 2023.

### **ANALYSIS**

The City Council of the City shall not include any group in a contract with the Board of Administration of CalPERS if a majority of that group's members vote to disapprove the proposed plan. (Gov. Code, § 20470.) After the City Council adopted Resolution No. 23-19, employee ballots were given to all eligible safety category employees so they could cast their vote independently regarding the proposed plan and all 14 votes were submitted in favor of the proposed plan.

#### **Provided by Finance Director Banda:**

Ideally, the Police Department/City Council Chambers ("PD/CC Project"), would be complete, and the City would be in the first year of budgeting and paying for the debt service, prior to considering implementation of CalPERS for public safety. With the information NHA presented last year, the City would only be able to take on a debt service payment of \$125,000.00 if CalPERS for the safety category were to be implemented. Based on the last presentation for the PD/CC Project the debt service would be \$232,000.00. It is important to clarify that at the time of the presentations mentioned above, the City did not include the American Rescue Plan Act funds as a factor and the City did not have confirmation of Measure H passing. These additional sources of funds may have offset the City ability to pay the debt service for the PD/CC, however it is important to note that the revenue streams generated from cannabis and sales tax are unpredictable.

### **FISCAL IMPACT**

#### **Provided by Finance Director Banda:**

*FY22/23- \$9,381.57\* (Only including the 2023 pay periods 12 and 13) based on the 12.78% employer cost rate.*

*FY23/24- \$129,213.17\* based on the 13.54% employer cost rate.*

*\*The Finance Director prepared the fiscal impact estimates by including only the base pay of the currently active employees that fall under the safety category. Once the City is informed of what incentive pays are considered reportable compensation by CalPERS, then the numbers will be recomputed and they will increase. Lastly, we currently have 3 positions vacant (1-R-124 Police Officer; 1-Police Officer; & 1-Sergeant) which are not included in the calculation, and it is important to note that any additional safety positions added will increase the costs respectively.*

### **RECOMMENDATION**

Staff recommends that the City Council hold the public hearing and consider Ordinance No. 23-01 for adoption.

**Attachments:**

1. Actuarial Valuation Report for Proposed PEPRA Safety Police Plan for City of Mendota
2. Approved Resolution No. 23-19
3. Ordinance No. 23-01
4. Contract Amendment



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**California Public Employees' Retirement System Actuarial Office**

400 Q Street, Sacramento, CA 95811 | Phone: (916) 795-3000 | Fax: (916) 795-2744

**888 CalPERS (or 888-225-7377) | TTY: (877) 249-7442 | [www.calpers.ca.gov](http://www.calpers.ca.gov)**

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November 2022

Proposed PEPRA Safety Police Plan for City of Mendota

(CalPERS ID: 7745628127)

New Category Actuarial Valuation Report as of November 30, 2022

2.7% @ 57 PEPRA Safety with 3-year Final Average Compensation, 0% Prior Service

Dear Employer,

Enclosed please find a copy of the actuarial valuation conducted to determine the required contributions if the Safety Police Plan of the City of Mendota **elects to participate in the California Public Employees' Retirement System (CalPERS)**. This valuation is based on a valuation date and a contract start date of November 30, 2022. CalPERS staff actuaries are available to discuss the contents of this report with you.

In the event your public agency elects to contract for the new category, your employees will be entitled to retirement benefits as provided by CalPERS per the Public Employees' Retirement Law. The contract for CalPERS membership will specify that, to the extent, if any, your employees may claim entitlement to additional benefits resulting from prior membership in a different retirement plan, such benefits will be the responsibility of your agency alone, and not of CalPERS.

## Required Contribution

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Fiscal Year	Employer Normal Cost Rate	Employer Amortization of Unfunded Accrued Liability	PEPRA Employee Rate
2022-23	12.78%	\$0	13.00%
2023-24	13.54%	\$0	13.75%
<i>Projected Results</i>			
<i>2024-25</i>	<i>13.5%</i>	<i>\$0</i>	<i>TBD</i>

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The rates shown above will be in effect unless there are further benefit or funding changes. If the membership or asset information is significantly different at the actual contract date, or if the actual contract effective date is delayed beyond the proposed effective date of November 30, 2022 by more than 90 days, the employer contribution rates shown above may have to be recalculated. The contribution rates shown above were based on the results of the June 30, 2020 and June 30, 2021 valuations.

The Employer Amortization of Unfunded Accrued Liability will be invoiced monthly, in an amount equal to one-twelfth of the annual amount, beginning the July following the contract date. As such, the FY 2023-24 payment of \$0 assumes a contract date during FY 2022-23. The Estimated Employer Normal Cost for FY 2022-23 will depend on the number of applicable payroll reporting periods during the Fiscal Year.

In accordance with PEPRA, the member contribution rates shown above are set at 50% of the expected normal cost rate for the benefits that will apply to your PEPRA Safety Police Plan during the fiscal years provided. Note that the member contribution rate may change over time if the total normal cost for PEPRA members fluctuates by more than 1% of payroll in future valuations.



## Risk Analysis

The actuarial calculations supplied in this communication are based on a number of assumptions about long-term demographic and economic behavior. Unless these assumptions (e.g., terminations, deaths, disabilities, retirements, salary growth, and investment return) are exactly realized each year, there will be differences on a year-to-year basis. The differences between actual experience and the assumptions are called actuarial gains and losses and **serve to lower or raise the employer's rates from year to year. So, the rates will fluctuate, especially** due to fluctuations in investment return.

The actuarial methods and assumptions used in determining your rate can be found in Section 2, Appendix A. A list of class 1 benefit provisions used in determining your rate is included in Section 1 of the report. A description of these provisions can be found in Section 2, Appendix B.

Please see the Contribution Volatility and Other Risks section of this report for a discussion of factors that can lead to volatility in actuarial valuation results, including required contributions, in the future.

If your agency would like to consider other benefit formulas or other combinations of benefit provisions, please contact us and we will be pleased to assist you.

Sincerely,

A handwritten signature in black ink, appearing to read 'Scott Terando', written over a light-colored rectangular background.

SCOTT TERANDO, ASA, EA, MAAA, FCA, CFA  
Chief Actuary, CalPERS



New Category  
Actuarial Valuation  
as of November 30, 2022

For the  
Proposed PEPRA Safety Police Plan of the  
City of Mendota,  
2.7% @ 57 PEPRA Safety Formula with  
3-year Final Average Compensation and  
0% Prior Service

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Section 1 – Plan Specific Information

Section 2 – Risk Pool Actuarial Valuation Information

# Section 1

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

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Plan Specific Information  
for the  
Proposed PEPRA Safety Police Plan of  
the  
City of Mendota

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## Actuarial Certification

This report was prepared in order to provide the employer with information about the cost of benefits and the contributions required in order to assist in the decision as to whether or not to contract for the benefits.

Use of this report for other purposes is inappropriate.

Section 2 of this report is based on the member and financial data as of June 30, 2021 provided by employers participating in the Safety Pool to which the proposed plan will belong and the benefit provisions under the CalPERS contracts for those agencies.

As set forth in Section 2 of this report, the pool actuaries have certified that, in their opinion, the valuation of the risk pool that will contain your PEPRSA Safety Police Plan has been performed in accordance with generally accepted actuarial principles consistent with standards of practice prescribed by the Actuarial Standards Board, and that the assumptions and methods are internally consistent and reasonable for the risk pool of the June 30, 2021 valuation date and as prescribed by the CalPERS Board of Administration according to provisions set forth **in the California Public Employees' Retirement Law.**

Having relied upon the information set forth in Section 2 of this report and based on the census and benefit provision information for the plan, it is my actuarial opinion that the proposed employer contribution as of November 30, 2022 has been properly and accurately determined in accordance with the principles and standards stated above.

The undersigned is an actuary who satisfies the Qualification Standards for Actuaries Issuing Statements of Actuarial Opinion in the United States with regard to pensions.



TONY CUNY, ASA, MAAA  
Senior Actuary, CalPERS

## Highlights and Executive Summary

- Introduction
- Purpose of Section 1
- Required Employer Contributions
- **Plan's Funded Status**
- Projected Employer Contributions
- Subsequent Events

## Introduction

This report presents the results of the November 30, 2022 new category actuarial valuation of the PEPRA Safety Police Plan of the City of Mendota. This actuarial valuation sets the required employer contributions for Fiscal Years 2022-23 and 2023-24.

## Purpose of Section 1

This Section 1 report for the PEPRA Safety Police Plan of the City of Mendota **of the California Public Employees' Retirement System (CalPERS)** was prepared by the plan actuary in order to:

- Set forth the assets and accrued liabilities of this plan as of November 30, 2022;
- Determine the minimum required employer contribution for this plan for the fiscal years July 1, 2022 through June 30, 2023 and July 1, 2023 through June 30, 2024; and
- Provide actuarial information as of November 30, 2022 to the CalPERS Board of Administration and other interested parties.

The pension funding information presented in this report should not be used in financial reports subject to GASB Statement No. 68 for a Cost Sharing Employer Defined Benefit Pension Plan. A separate accounting valuation report for such purposes is required.

The measurements shown in this actuarial valuation may not be applicable for other purposes. The employer should contact their actuary before disseminating any portion of this report for any reason that is not explicitly described above.

Future actuarial measurements may differ significantly from the current measurements presented in this report due to such factors as the following: plan experience differing from that anticipated by the economic or demographic assumptions; changes in economic or demographic assumptions; changes in actuarial policies; and changes in plan provisions or applicable law.

### Assessment and Disclosure of Risk

This report includes the following risk disclosures consistent with the recommendations of Actuarial Standards of Practice No. 51 and recommended by the California Actuarial Advisory Panel (CAAP) in the Model Disclosure Elements document:

- A **"Scenario Test,"** projecting future results under different investment income returns.
- A **"Sensitivity Analysis,"** showing the impact on current valuation results using alternative discount rates of 5.8% and 7.8%.
- A **"Sensitivity Analysis,"** showing the impact on current valuation results assuming rates of mortality are 10% lower or 10% higher than our current mortality assumptions adopted in 2021.
- Plan maturity measures indicating how sensitive a plan may be to the risks noted above.



## Required Employer Contributions

	Fiscal Year
Required Employer Contributions	2023-24
Employer Normal Cost Rate	13.54%
<i>Plus</i>	
Required Payment on Amortization Bases <sup>1</sup>	
1) Monthly Payment	\$0
<i>Or</i>	
2) Annual Prepayment Option*	\$0
Required PEPRA Member Contribution Rates	13.75%
<p><i>The total minimum required employer contribution is the sum of the Plan's Employer Normal Cost Rate (expressed as a percentage of payroll and paid as payroll is reported) plus the Employer Unfunded Accrued Liability (UAL) Contribution Amount (billed monthly (1) or prepaid annually (2) in dollars).</i></p> <p><i>* Only the UAL portion of the employer contribution can be prepaid (which must be received in full no later than July 31).</i></p>	

	Fiscal Year 2022-23	Fiscal Year 2023-24
Development of Normal Cost as a Percentage of Payroll <sup>1</sup>		
Base Total Normal Cost for Formula	25.78%	27.290%
Surcharge for Class 1 Benefits <sup>2</sup>		
None	0.000%	0.000%
<b>Plan's Total Normal Cost</b>	<u>25.78%</u>	<u>27.29%</u>
Plan's Employee Contribution Rate	<u>13.00%</u>	<u>13.75%</u>
Employer Normal Cost Rate	12.78%	13.54%
Projected Payroll for the Contribution Fiscal Year <sup>3</sup>	\$850,254	\$874,061
Estimated Employer Contributions Based on Projected Payroll		
<b>Plan's Estimated Employer Normal Cost<sup>4</sup></b>	TBD	\$118,348
<b>Plan's Payment on Amortization Bases</b>	<u>0</u>	<u>0</u>
Estimated Total Employer Contribution	TBD	\$118,348

<sup>1</sup> The Monthly Employer Dollar UAL Payment will be charged beginning the July following the contract date. As such, the FY 2023-24 Monthly UAL payment of \$0 assumes a contract date during FY 2022-23. This payment is only to pay for prior service

<sup>2</sup> Appendix C of Section 2 contains the list of class 1 benefits with their corresponding surcharges.

<sup>3</sup> Payroll from the prior year is assumed to increase by the 2.8% payroll growth assumption.

<sup>4</sup> The Plan's Estimated Employer Normal Cost for FY 2022-23 will depend on the number of applicable payroll reporting periods during the Fiscal Year. The FY 2023-24 amount assumes payments made for the entire Fiscal Year.

## Plan's Funded Status

**November 30, 2022**

1. Present Value of Projected Benefits (PVB)	\$3,481,662
2. Entry Age Normal Accrued Liability (AL)	0
<b>3. Plan's Market Value of Assets (MVA)</b>	0
4. Unfunded Accrued Liability (UAL) [(2) - (3)]	0
5. Funded Ratio [(3) / (2)]	N/A

This measure of funded status is an assessment of the need for future employer contributions based on the selected actuarial cost method used to fund the plan. The UAL is the present value of future employer contributions for service that has already been earned and is in addition to future normal cost contributions for active members. For a measure of funded status that is appropriate for assessing the sufficiency of plan assets to cover estimated termination liabilities, please see "Hypothetical Termination Liability" in the "Risk Analysis" section.

## Projected Employer Contributions

The table below shows projected employer contributions (before cost sharing) for the next six fiscal years. Projected results reflect the adopted changes to the discount rate described in Appendix A, "Statement of Actuarial Data, Methods and Assumptions" of the Section 2 report. The projections also assume that all actuarial assumptions will be realized and that no further changes to assumptions, contributions, benefits, or funding will occur during the projection period.

Fiscal Year	Required Contribution	Projected Future Employer Contributions (Assumes 6.80% Return for Fiscal Year 2021-22)				
		2024-25	2025-26	2026-27	2027-28	2028-29
Normal Cost %	13.54%	13.5%	13.5%	13.5%	13.5%	13.5%
UAL Payment	\$0	\$0	\$0	\$0	\$0	\$0

For some sources of UAL, the change in UAL is amortized using a 5-year ramp up. For more information, please see "Amortization of the Unfunded Actuarial Accrued Liability" under "Actuarial Methods" in Appendix A. This method phases in the impact of the change in UAL over a 5-year period in order to reduce employer cost volatility from year to year. As a result of this methodology, dramatic changes in the required employer contributions in any one year are less likely. However, required contributions can change gradually and significantly over the next five years. In years where there is a large increase in UAL the relatively small amortization payments during the ramp up period could result in a funded ratio that is projected to decrease initially while the contribution impact of the increase in the UAL is phased in.

For projected contributions under alternate investment return scenarios, please see the "Future Investment Return Scenarios" in the "Risk Analysis" section.

## Subsequent Events

The contribution requirements determined in this actuarial valuation report are based on demographic and financial information as of June 30, 2021. Changes subsequent to that date are not reflected. Investment returns below the assumed rate of return may increase future required contributions while investment returns above the assumed rate of return may decrease future required contributions.

The projected employer contributions on Page 5 are calculated under the assumption that the discount rate remains at 6.8% going forward and that the realized rate of return on assets for FY 2021-22 is 6.8%.

This actuarial valuation report reflects statutory changes, regulatory changes and board actions through January 2022. Any subsequent changes or actions are not reflected.

## Assets and Liabilities

- **Development of the Plan's UAL**
- **Schedule of Plan's** Amortization Bases
- Amortization Schedule and Alternatives

## Development of the Plan's UAL

1. <b>Plan's</b> Accrued Liability:	\$0
2. <b>Plan's</b> Market Value Assets:	\$0
3. <b>Plan's</b> Unfunded Accrued Liability: (1) - (2)	\$0

## Schedule of Plan's Amortization Bases

The schedule of the plan's amortization bases is below.

- The assets, liabilities, and funded status of the plan are measured as of the date the new category is adopted: November 30, 2022.
- The required employer contributions determined by the valuation are for Fiscal Year 2023-24.

Reason for Base	Date Established	Ramp Up/Down 2023-24	Escalation Rate	Amortization Period	Balance 6/30/21	Payment 2021-22	Balance 11/30/22	Payment 2022-23	Amounts for Fiscal 2023-24	
									Balance 6/30/23	Scheduled Payment for 2023-24
PRIOR SERVICE	06/30/21	No Ramp	0.000%	N/A	\$0	\$0	\$0	\$0	\$0	\$0
<b>TOTAL</b>					\$0	\$0	\$0	\$0	\$0	\$0

If the total Unfunded Liability is negative (i.e., plan has a surplus), the scheduled payment is \$0, because the minimum required contribution under PEPRA must be at least equal to the normal cost.

## Amortization Schedule and Alternatives

The amortization schedule on the previous page shows the minimum contributions required according to the CalPERS amortization policy. Many agencies have expressed interest in paying off the unfunded accrued liabilities more quickly than required. As such, we have provided alternative amortization schedules to help analyze the current amortization schedule and illustrate the potential savings of accelerating unfunded liability payments.

Shown on the following page are future year amortization payments based on 1) the current amortization schedule reflecting the individual bases and remaining periods shown on the previous page, and 2) alternative **“fresh start” amortization** schedules using two sample periods that would both result in interest savings relative to the current amortization schedule.

The Current Amortization Schedule typically contains both positive and negative bases. Positive bases result from plan changes, assumption changes, method changes or plan experience that increase unfunded liability. Negative bases result from plan changes, assumption changes, method changes, or plan experience that decrease unfunded liability. The combination of positive and negative bases within an amortization schedule can result in unusual or problematic circumstances in future years, such as:

- When a negative payment would be required on a positive unfunded actuarial liability; or
- When the payment would completely amortize the total unfunded liability in a very short time period, and results in a large change in the employer contribution requirement.

In any year when one of the above scenarios occurs, the actuary will consider corrective action such as replacing the existing **unfunded liability bases with a single “fresh start” base and amortizing it over a reasonable period.**

The Current Amortization Schedule on the following page may appear to show that, based on the current amortization bases, one of the above scenarios will occur at some point in the future. It is impossible to know today whether such a scenario will in fact arise since there will be additional bases added to the amortization schedule in each future year. Should such a scenario arise in any future year, the actuary will take appropriate action based on guidelines in the CalPERS amortization policy.

## Amortization Schedule and Alternatives

Date	<u>Current Amortization Schedule</u>		<u>Alternate Schedules</u>			
	Balance	Payment	N/A Year Amortization		N/A Year Amortization	
	Balance	Payment	Balance	Payment	Balance	Payment
6/30/2023	N/A	N/A	N/A	N/A	N/A	N/A
6/30/2024						
6/30/2025						
6/30/2026						
6/30/2027						
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6/30/2050						
6/30/2051						
6/30/2052						
Totals		N/A		N/A		N/A
Interest Paid		N/A		N/A		N/A
Estimated Savings				N/A		N/A



## Risk Analysis

- Future Investment Return Scenarios
- Discount Rate Sensitivity
- Mortality Rate Sensitivity
- Maturity Measures
- Hypothetical Termination Liability

## Future Investment Return Scenarios

Analysis using the investment return scenarios from the Asset Liability Management process completed in 2021 was performed to determine the effects of various future investment returns on required employer contributions. The projections below reflect the impact of the CalPERS Funding Risk Mitigation policy. The projections also assume that all other actuarial assumptions will be realized and that no further changes in assumptions, contributions, benefits, or funding will occur.

The first table shows projected contribution requirements if the fund were to earn either 3.0% or 10.8% annually. These alternate investment returns were chosen because 90% of long-term average returns are expected to fall between them over the 20-year period ending June 30, 2041.

Assumed Annual Return FY 2021-22 through 2040-41	Projected Employer Contributions				
	2024-25	2025-26	2026-27	2027-28	2028-29
<b>3.0% (5<sup>th</sup> percentile)</b>					
Normal Cost Rate	13.5%	13.5%	13.5%	13.5%	13.5%
UAL Contribution	\$0	\$110	\$530	\$1,500	\$3,200
<b>10.8% (95<sup>th</sup> percentile)</b>					
Normal Cost Rate	13.9%	14.3%	14.1%	14.5%	14.8%
UAL Contribution	\$0	\$0	\$0	\$0	\$0

Required contributions outside of this range are also possible. In particular, whereas it is unlikely that investment returns will average less than 3.0% or greater than 10.8% over a 20-year period, the likelihood of a single investment return less than 3.0% or greater than 10.8% in any given year is much greater. The following analysis illustrates the effect of an extreme, single year investment return.

The portfolio has an expected volatility (or standard deviation) of 12.0% per year. Accordingly, in any given year there is a 16% probability that the annual return will be -5.2% or less and a 2.5% probability that the annual return will be -17.2% or less. These returns represent one and two standard deviations below the expected return of 6.8%.

The following table shows the effect of a one or two standard deviation investment loss in FY 2021-22 on the FY 2024-25 contribution requirements. Note that a single-year investment gain or loss decreases or increases the required UAL contribution amount incrementally for each of the next five years, not just one, due to the 5-year ramp in the amortization policy. However, the contribution requirements beyond the first year are also impacted by investment returns beyond the first year. Historically, significant downturns in the market are often followed by higher than average returns. Such investment gains would offset the impact of these single year negative returns in years beyond FY 2024-25.

Assumed Annual Return for Fiscal Year 2021-22	Required Employer Contributions	Projected Employer Contributions
	2023-24	2024-25
<b>(17.2)% (2 standard deviation loss)</b>		
Normal Cost Rate	13.54%	13.5%
UAL Contribution	\$0	\$0
<b>(5.2)% (1 standard deviation loss)</b>		
Normal Cost Rate	13.54%	13.5%
UAL Contribution	\$0	\$0

- Without investment gains (returns higher than 6.8%) in year FY 2022-23 or later, projected contributions rates would continue to rise over the next four years due to the continued phase-in of the impact of the illustrated investment loss in FY 2021-22.
- The Pension Outlook Tool can be used to model projected contributions for these scenarios beyond FY 2024-25 as well as to model other investment return scenarios

## Discount Rate Sensitivity

The discount rate assumption is calculated as the sum of the assumed real rate of return and the assumed annual price inflation, currently 4.50% and 2.30%, respectively. Changing either the price inflation assumption or the real rate of return assumption will change the discount rate. The sensitivity of the valuation results to the discount rate assumption depends on which component of the discount rate is changed. Shown below are various valuation results as of November 30, 2022 assuming alternate discount rates by changing the two components independently. Results are shown using the current discount rate of 6.8% as well as alternate discount rates of 5.8% and 7.8%. The rates of 5.8% and 7.8% were selected since they illustrate the impact of a 1.0% increase or decrease to the 6.8% assumption.

### Sensitivity to the Real Rate of Return Assumption

As of November 30, 2022	1% Lower Real Return Rate	Current Assumptions	1% Higher Real Return Rate
Discount Rate	5.8%	6.8%	7.8%
Inflation	2.3%	2.3%	2.3%
Real Rate of Return	3.5%	4.5%	5.5%
a) Total Normal Cost	34.35%	27.29%	21.95%
b) Accrued Liability	\$0	\$0	\$0
c) Market Value of Assets	\$0	\$0	\$0
d) Unfunded Liability/(Surplus) [(b) - (c)]	\$0	\$0	\$0
e) Funded Status	N/A	N/A	N/A

### Sensitivity to the Price Inflation Assumption

As of November 30, 2022	1% Lower Inflation Rate	Current Assumptions	1% Higher Inflation Rate
Discount Rate	5.8%	6.8%	7.8%
Inflation	1.3%	2.3%	3.3%
Real Rate of Return	4.5%	4.5%	4.5%
a) Total Normal Cost	28.79%	27.29%	24.69%
b) Accrued Liability	\$0	\$0	\$0
c) Market Value of Assets	\$0	\$0	\$0
d) Unfunded Liability/(Surplus) [(b) - (c)]	\$0	\$0	\$0
e) Funded Status	N/A	N/A	N/A

## Mortality Rate Sensitivity

The following table looks at the change in the plan costs and funded ratio as of November 30, 2022 under two different longevity scenarios, namely assuming post-retirement rates of mortality are 10% lower or 10% higher than our current mortality assumptions adopted in 2021. This type of analysis highlights the impact on the plan of improving or worsening mortality over the long-term.

As of November 30, 2022	10% Lower Mortality Rates	Current Assumptions	10% Higher Mortality Rates
a) Total Normal Cost	27.65%	27.29%	26.95%
b) Accrued Liability	\$0	\$0	\$0
c) Market Value of Assets	\$0	\$0	\$0
d) Unfunded Liability/(Surplus) [(b) - (c)]	\$0	\$0	\$0
e) Funded Status	N/A	N/A	N/A

## Maturity Measures

As pension plans mature they become more sensitive to risks. Understanding plan maturity and how it affects the ability of a pension plan sponsor to tolerate risk is important in understanding how the pension plan is impacted by investment return volatility, other economic variables and changes in longevity or other demographic assumptions. Since it is the employer that bears the risk, it is appropriate to perform this analysis on a pension plan level considering all rate plans. The following measures are for one rate plan only.

One **way to look at the maturity level of CalPERS and its plans is to look at the ratio of a plan's retiree liability** to its total liability. A pension plan in its infancy will have a very low ratio of retiree liability to total liability. As the plan matures, the ratio starts increasing. A mature plan will often have a ratio above 60%-65%.

Ratio of Retiree Accrued Liability to Total Accrued Liability	November 30, 2022
1. Retired Accrued Liability	0
2. Total Accrued Liability	0
3. Ratio of Retiree AL to Total AL [(1) / (2)]	N/A

Another way to look at the maturity level of CalPERS and its plans is to look at the ratio of actives to retirees. A pension plan in its infancy will have a very high ratio of active to retired members. As the plan matures, and members retire, the ratio starts declining. A mature plan will often have a ratio near or below one. The average support ratio for CalPERS public agency plans is 0.82.

Support Ratio	November 30, 2022
1. Number of Actives	14
2. Number of Retirees	0
3. Support Ratio [(1) / (2)]	N/A

## Maturity Measures (Continued)

The actuarial calculations supplied in this communication are based on various assumptions about long-term demographic and economic behavior. Unless these assumptions (e.g., terminations, deaths, disabilities, retirements, salary growth, and investment return) are exactly realized each year, there will be differences on a year-to-year basis. The year-to-year differences between actual experience and the assumptions are called actuarial gains and losses and serve to lower or raise required employer contributions from one year to the next. Therefore, employer contributions will inevitably fluctuate, especially due to the ups and downs of investment returns.

### Asset Volatility Ratio (AVR)

Shown in the table below is the asset volatility ratio (AVR), which is the ratio of market value of assets to payroll. Plans that have higher AVR experience more volatile employer contributions (as a percentage of payroll) due to investment return. For example, a plan with an asset-to-payroll ratio of 8 may experience twice the contribution volatility due to investment return volatility than a plan with an asset-to-payroll ratio of 4. It should be noted that this ratio is a measure of the current situation. It increases over time but generally tends to stabilize as the plan matures.

### Liability Volatility Ratio (LVR)

Also shown in the table below is the liability volatility ratio (LVR), which is the ratio of accrued liability to payroll. Plans that have a higher LVR experience more volatile employer contributions (as a percentage of payroll) due to investment return and changes in liability. For example, a plan with LVR ratio of 8 is expected to have twice the contribution volatility of a plan with LVR of 4. It should be noted that this ratio indicates a longer-term potential for contribution volatility. The AVR, described above, will tend to move closer to the LVR as a plan matures.

Contribution Volatility	November 30, 2022
1. Market Value of Assets	\$0
2. Payroll	850,254
3. Asset Volatility Ratio (AVR) [(1) / (2)]	0.0
4. Accrued Liability	\$0
5. Liability Volatility Ratio (LVR) [(4) / (2)]	0.0

## Hypothetical Termination Liability

The hypothetical termination liability is an estimate of the financial position of the plan had the contract with CalPERS been terminated as of November 30, 2022. The plan liability on a termination basis is calculated **differently compared to the plan's ongoing funding liability**. For the hypothetical termination liability calculation, both compensation and service are frozen as of the valuation date and no future pay increases or service accruals are assumed. This measure of funded status is not appropriate for assessing the need for future employer contributions in the case of an ongoing plan, that is, for an employer that continues to provide CalPERS retirement benefits to active employees.

A more conservative investment policy and asset allocation strategy was adopted by the CalPERS Board for the Terminated Agency Pool. The Terminated Agency Pool has limited funding sources since no future employer contributions will be made. Therefore, expected benefit payments are secured by risk-free assets and benefit security for members is increased while funding risk is limited. However, this asset allocation has a lower expected rate of return than the PERF and consequently, a lower discount rate is assumed. The lower discount rate for the Terminated Agency Pool results in higher liabilities for terminated plans.

The effective termination discount rate will depend on actual market rates of return for risk-free securities on the date of termination. As market discount rates are variable, the table below shows a range for the hypothetical termination liability based on the lowest and highest interest rates observed during an approximate 2-year period centered around the June 30, 2021 valuation date.

Market Value of Assets (MVA)	Hypothetical Termination Liability <sup>1,2</sup> @ 1.00%	Funded Status	Unfunded Termination Liability @ 1.00%	Hypothetical Termination Liability <sup>1,2</sup> @ 2.25%	Funded Status	Unfunded Termination Liability @ 2.25%
\$0	\$0	0.0%	\$0	\$0	0.0%	\$0

<sup>1</sup> The hypothetical liabilities calculated above include a 5% contingency load in accordance with Board policy. Other actuarial assumptions can be found in Appendix A of the Section 2 report.

<sup>2</sup> The current discount rate assumption used for termination valuations is a weighted average of the 10-year and 30-year U.S. Treasury yields where the weights are based on matching asset and liability durations as of the termination date. The discount rates used in the table are based on 20-year Treasury bonds, rounded to the nearest quarter percentage point, which is a good proxy for most plans. The 20-year Treasury yield was 2.00% on June 30, 2021.

In order to terminate the plan, you must first contact our Retirement Services Contract Unit to initiate a Resolution of Intent to Terminate. The completed Resolution will allow the plan actuary to give you a preliminary termination valuation with a more up-to-date estimate of the plan liabilities. CalPERS advises you to consult with the plan actuary before beginning this process.

This information is intended to give the employer an estimate of the cost to terminate the plan. However, once a plan enters into contract with CalPERS, a plan is prohibited from terminating in the first five years.

## Participant Data

The table below shows a summary of **your plan's** member data upon which this valuation is based:

	November 30, 2022
Reported Payroll	\$850,254
Projected Payroll for Contribution Purposes	\$874,061
Number of Members	
Active	14
Transferred	0
Separated	0
Retired	0

## List of Class 1 Benefit Provisions

This plan has the additional Class 1 Benefit Provisions:

- None

## Plan's Major Benefit Options

Shown below is a summary of your agency's proposed major optional benefits. A description of principal standard and optional plan provisions can be found in Appendix B of Section 2.

Benefit Provision	Benefit Group	
	Police	
Benefit Formula	2.7% @ 57	
Social Security Coverage	Yes	
Full/Modified	Supplemental	
Employee Contribution Rate	13.00%	
Final Average Compensation Period	Three Year	
Sick Leave Credit	Yes	
Non-Industrial Disability	Standard	
Industrial Disability	Standard	
Pre-Retirement Death Benefits		
Optional Settlement 2W	Yes	
1959 Survivor Benefit Level	No	
Special	Yes	
Alternate (firefighters)	No	
Post-Retirement Death Benefits		
Lump Sum	\$500	
Survivor Allowance (PRSA)	No	
COLA	2%	



## PEPRA Member Contribution Rates

The California Public Employees’ Pension Reform Act of 2013 (PEPRA) established new benefit formulas, final compensation period, and contribution requirements for “new” employees (generally those first hired into a CalPERS-covered position on or after January 1, 2013). In accordance with Government Code Section 7522.30(b), “new members ... shall have an initial contribution rate of at least 50% of the normal cost rate.” The normal cost rate is dependent on the plan of retirement benefits, actuarial assumptions and demographics of the risk pool, particularly members’ entry age. Should the total normal cost rate change by more than 1% from the base total normal cost rate, the new member rate shall be 50% of the new normal cost rate rounded to the nearest quarter percent.

The table below shows the determination of the PEPRA member contribution rates effective July 1, 2022, based on 50% of the total normal cost rate as of the June 30, 2020 valuation.

Rate Plan Identifier	Benefit Group Name	Basis for Current Rate		Rates Effective July 1, 2022			
		Total Normal Cost	Member Rate	Total Normal Cost	Change	Change Needed	Member Rate
TBD	Safety Police PEPRA Level	26.044%	13.00%	25.78%	(0.264%)	No	13.00%

The table below shows the determination of the PEPRA member contribution rates effective July 1, 2023, based on 50% of the total normal cost rate as of the June 30, 2021 valuation.

Rate Plan Identifier	Benefit Group Name	Basis for Current Rate		Rates Effective July 1, 2023			
		Total Normal Cost	Member Rate	Total Normal Cost	Change	Change Needed	Member Rate
TBD	Safety Police PEPRA Level	26.044%	13.00%	27.29%	1.246%	Yes	13.75%

## Section 2

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

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**Section 2 may be found on the CalPERS website  
([www.calpers.ca.gov](http://www.calpers.ca.gov)) in the Forms and  
Publications section**

**BEFORE THE CITY COUNCIL  
OF THE  
CITY OF MENDOTA, COUNTY OF FRESNO**

**A RESOLUTION OF THE CITY COUNCIL  
OF THE CITY OF MENDOTA CONFIRMING ITS  
INTENTION TO APPROVE AN AMENDMENT  
TO THE CONTRACT BETWEEN THE BOARD  
OF ADMINISTRATION, CALIFORNIA PUBLIC  
EMPLOYEES' RETIREMENT SYSTEM AND  
THE CITY OF MENDOTA**

**RESOLUTION NO. 23-19**


**WHEREAS**, the Public Employees' Retirement Law permits the participation of public agencies and their employees in the Public Employees' Retirement System by the execution of a contract, and sets forth the procedure by which said public agencies may elect to subject themselves and their employees to amendments to said Law; and

**WHEREAS**, one of the steps in the procedures to amend this contract is the adoption by the governing body of the public agency of a resolution giving notice of its intention to approve an amendment to said contract, which resolution shall contain a summary of the change proposed in said contract; and

**WHEREAS**, the following is a statement of the proposed change:

To provide for a new police member category with Section 7522.2(d) (2.7% @ 57 Supplemental formula) with 0% prior service.

**NOW, THEREFORE, BE IT RESOLVED**, by the City Council of the City of Mendota, that the City of Mendota does hereby give notice of its intention to approve an amendment to the contract between said public agency and the Board of Administration, Public Employees' Retirement System, a copy of said amendment is attached hereto as an "Exhibit" and made a part hereof by this reference.

  
\_\_\_\_\_  
Victor Martinez, Mayor

ATTEST:

I, Celeste Cabrera-Garcia, City Clerk of the City of Mendota, do hereby certify that the foregoing resolution was duly adopted and passed by the City Council at a regular meeting of said Council, held at the Mendota City Hall on the 14<sup>th</sup> day of March, 2023, by the following vote:

**AYES: 5 – Mayor Martinez, Mayor Pro Tem Lopez, Councilors Alonso, Riofrio, and Rosales**  
**NOES: 0**  
**ABSENT: 0**  
**ABSTAIN: 0**

  
Celeste Cabrera-Garcia, City Clerk





**EXHIBIT**

California  
Public Employees' Retirement System

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**AMENDMENT TO CONTRACT**

Between the  
Board of Administration  
California Public Employees' Retirement System  
and the  
City Council  
City of Mendota

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The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective August 22, 2016, and witnessed July 13, 2016, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 10 are hereby stricken from said contract as executed effective August 22, 2016, and hereby replaced by the following paragraphs numbered 1 through 11 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 62 for local miscellaneous members and age 57 for local safety members.
  2. Public Agency shall participate in the Public Employees' Retirement System from and after August 22, 2016, making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.

3. Public Agency agrees to indemnify, defend and hold harmless the California Public Employees' Retirement System (CalPERS) and its trustees, agents and employees, the CalPERS Board of Administration, and the California Public Employees' Retirement Fund from any claims, demands, actions, losses, liabilities, damages, judgments, expenses and costs, including but not limited to interest, penalties and attorney fees that may arise as a result of any of the following:
  - (a) Public Agency's election to provide retirement benefits, provisions or formulas under this Contract that are different than the retirement benefits, provisions or formulas provided under the Public Agency's prior non-CalPERS retirement program.
  - (b) Any dispute, disagreement, claim, or proceeding (including without limitation arbitration, administrative hearing, or litigation) between Public Agency and its employees (or their representatives) which relates to Public Agency's election to amend this Contract to provide retirement benefits, provisions or formulas that are different than such employees' existing retirement benefits, provisions or formulas.
  - (c) Public Agency's agreement with a third party other than CalPERS to provide retirement benefits, provisions, or formulas that are different than the retirement benefits, provisions or formulas provided under this Contract and provided for under the California Public Employees' Retirement Law.
4. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
  - a. Local Police Officers (herein referred to as local safety members);
  - b. Employees other than local safety members (herein referred to as local miscellaneous members).
5. Any exclusion(s) shall remain in effect until such time as the Public Employees' Retirement System determines that continuing said exclusion(s) would risk a finding of non-compliance with any federal tax laws or regulations. If such a determination is contemplated, the Public Employees' Retirement System will meet with the Public Agency to discuss the matter and coordinate any required changes or amendments to the contract.

In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:

- a. **FIREFIGHTERS; AND**
  - b. **MEMBERS OF THE GOVERNING BODY.**
6. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 7522.20 of said Retirement Law (2% at age 62 Supplemental to Federal Social Security).
  7. The percentage of final compensation to be provided for local safety members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 7522.25(d) of said Retirement Law (2.7% at age 57 Supplemental to Federal Social Security).
  8. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
  9. Public Agency shall also contribute to said Retirement System as follows:
    - a. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
    - b. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of
  10. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

11. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.

BOARD OF ADMINISTRATION  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL  
CITY OF MENDOTA

BY \_\_\_\_\_  
MELODY BENAVIDES, CHIEF  
PENSION CONTRACTS AND PREFUNDING  
PROGRAMS DIVISION  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY \_\_\_\_\_  
PRESIDING OFFICER

\_\_\_\_\_  
Witness Date

Attest:

\_\_\_\_\_  
Clerk



**BEFORE THE CITY COUNCIL  
OF THE  
CITY OF MENDOTA, COUNTY OF FRESNO**

**AN ORDINANCE OF THE CITY COUNCIL  
OF THE CITY OF MENDOTA AUTHORIZING  
AN AMENDMENT TO THE CONTRACT  
BETWEEN THE BOARD OF  
ADMINISTRATION, CALIFORNIA PUBLIC  
EMPLOYEES' RETIREMENT SYSTEM  
AND THE CITY OF MENDOTA**

**ORDINANCE NO. 23-01**

**WHEREAS**, by adopting Resolution Nos. 23-04 and 23-19, the City Council of the City of Mendota indicated its intention to amend its existing agreement (the "Agreement") with the Board of Administration ("Board") of the California Public Employees' Retirement System ("CalPERS"); and

**WHEREAS**, the City Council wishes to amend this Agreement to provide CalPERS offerings to a new police member (safety) category with Section 7522.2(d) (2.7% @ 57 Supplemental formula) with 0% prior service.

**NOW, THEREFORE**, the City Council of the City of Mendota does ordain as follows:

**SECTION 1.** That an amendment to the contract between the City Council of the City of Mendota and the Board of Administration, California Public Employees' Retirement System is hereby authorized, a copy of said amendment is attached hereto, marked "Exhibit," and by such reference made a part hereof as though fully set forth herein.

**SECTION 2.** The City Manager of the City of Mendota is hereby authorized, empowered, and directed to execute said amendment for and on behalf of the City of Mendota.

**SECTION 3.** This ordinance shall become effective and in full force at 12:00 midnight on the 31<sup>st</sup> day following its adoption. Within fifteen (15) days of the adoption of this Ordinance, a summary thereof, including the names of the City Council Members voting for and against it, shall be prepared by the City Attorney for publication in the City of Mendota through the *Firebaugh-Mendota Journal*, and a certified copy of the Ordinance shall be posted in the office of the City Clerk.

\* \* \* \* \*

The foregoing ordinance was introduced on the 14<sup>th</sup> day of March, 2023 and duly passed and adopted by the City Council of the City of Mendota at a regular meeting thereof held on the 11<sup>th</sup> day of April, 2023 by the following vote:

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

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Victor Martinez, Mayor

ATTEST:

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Celeste Cabrera-Garcia, City Clerk

APPROVED AS TO FORM:

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John Kinsey, City Attorney

# EXHIBIT



California  
Public Employees' Retirement System

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**AMENDMENT TO CONTRACT**

**Between the  
Board of Administration  
California Public Employees' Retirement System  
and the  
City Council  
City of Mendota**

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The Board of Administration, California Public Employees' Retirement System, hereinafter referred to as Board, and the governing body of the above public agency, hereinafter referred to as Public Agency, having entered into a contract effective August 22, 2016, and witnessed July 13, 2016, which provides for participation of Public Agency in said System, Board and Public Agency hereby agree as follows:

- A. Paragraphs 1 through 10 are hereby stricken from said contract as executed effective August 22, 2016, and hereby replaced by the following paragraphs numbered 1 through 11 inclusive:
1. All words and terms used herein which are defined in the Public Employees' Retirement Law shall have the meaning as defined therein unless otherwise specifically provided. "Normal retirement age" shall mean age 62 for local miscellaneous members and age 57 for local safety members.
  2. Public Agency shall participate in the Public Employees' Retirement System from and after August 22, 2016, making its employees as hereinafter provided, members of said System subject to all provisions of the Public Employees' Retirement Law except such as apply only on election of a contracting agency and are not provided for herein and to all amendments to said Law hereafter enacted except those, which by express provisions thereof, apply only on the election of a contracting agency.

3. Public Agency agrees to indemnify, defend and hold harmless the California Public Employees' Retirement System (CalPERS) and its trustees, agents and employees, the CalPERS Board of Administration, and the California Public Employees' Retirement Fund from any claims, demands, actions, losses, liabilities, damages, judgments, expenses and costs, including but not limited to interest, penalties and attorney fees that may arise as a result of any of the following:
  - (a) Public Agency's election to provide retirement benefits, provisions or formulas under this Contract that are different than the retirement benefits, provisions or formulas provided under the Public Agency's prior non-CalPERS retirement program.
  - (b) Any dispute, disagreement, claim, or proceeding (including without limitation arbitration, administrative hearing, or litigation) between Public Agency and its employees (or their representatives) which relates to Public Agency's election to amend this Contract to provide retirement benefits, provisions or formulas that are different than such employees' existing retirement benefits, provisions or formulas.
  - (c) Public Agency's agreement with a third party other than CalPERS to provide retirement benefits, provisions, or formulas that are different than the retirement benefits, provisions or formulas provided under this Contract and provided for under the California Public Employees' Retirement Law.
4. Employees of Public Agency in the following classes shall become members of said Retirement System except such in each such class as are excluded by law or this agreement:
  - a. Local Police Officers (herein referred to as local safety members);
  - b. Employees other than local safety members (herein referred to as local miscellaneous members).
5. Any exclusion(s) shall remain in effect until such time as the Public Employees' Retirement System determines that continuing said exclusion(s) would risk a finding of non-compliance with any federal tax laws or regulations. If such a determination is contemplated, the Public Employees' Retirement System will meet with the Public Agency to discuss the matter and coordinate any required changes or amendments to the contract.

In addition to the classes of employees excluded from membership by said Retirement Law, the following classes of employees shall not become members of said Retirement System:

**a. FIREFIGHTERS; AND**

**b. MEMBERS OF THE GOVERNING BODY.**

6. The percentage of final compensation to be provided for local miscellaneous members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 7522.20 of said Retirement Law (2% at age 62 Supplemental to Federal Social Security).
7. The percentage of final compensation to be provided for local safety members for each year of credited prior service is 0% and the percentage of final compensation to be provided for each year of credited current service is 100% and determined in accordance with Section 7522.25(d) of said Retirement Law (2.7% at age 57 Supplemental to Federal Social Security).
8. Public Agency shall contribute to said Retirement System the contributions determined by actuarial valuations of prior and future service liability with respect to local miscellaneous members and local safety members of said Retirement System.
9. Public Agency shall also contribute to said Retirement System as follows:
  - a. A reasonable amount, as fixed by the Board, payable in one installment within 60 days of date of contract to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodic investigation and valuations required by law.
  - b. A reasonable amount, as fixed by the Board, payable in one installment as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and costs of
10. Contributions required of Public Agency and its employees shall be subject to adjustment by Board on account of amendments to the Public Employees' Retirement Law, and on account of the experience under the Retirement System as determined by the periodic investigation and valuation required by said Retirement Law.

11. Contributions required of Public Agency and its employees shall be paid by Public Agency to the Retirement System within fifteen days after the end of the period to which said contributions refer or as may be prescribed by Board regulation. If more or less than the correct amount of contributions is paid for any period, proper adjustment shall be made in connection with subsequent remittances. Adjustments on account of errors in contributions required of any employee may be made by direct payments between the employee and the Board.

B. This amendment shall be effective on the \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.

BOARD OF ADMINISTRATION  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

CITY COUNCIL  
CITY OF MENDOTA

BY \_\_\_\_\_  
MELODY BENAVIDES, CHIEF  
PENSION CONTRACTS AND PREFUNDING  
PROGRAMS DIVISION  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BY \_\_\_\_\_  
PRESIDING OFFICER

\_\_\_\_\_  
Witness Date

Attest:

\_\_\_\_\_  
Clerk

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**AGENDA ITEM – STAFF REPORT**

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**TO:** HONORABLE MAYOR AND COUNCILMEMBERS  
**FROM:** NANCY BANDA, FINANCE DIRECTOR  
**VIA:** CRISTIAN GONZALEZ, CITY MANAGER  
**SUBJECT:** GRANTS UPDATE  
**DATE:** APRIL 11, 2023

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**GRANTS UPDATE**

- **SB 1383** – Staff will host an educational workshop on Friday, April 21<sup>st</sup> from 9 am to 12 pm. Staff will be scheduling dates to conduct home visits to educate the public on the new organics law. We are hoping we will have volunteers from the Adelante Mendota program.
- **Proposition 64** – The movie night for Adelante Mendota was canceled due to weather. We will be rescheduling this event to be held on Friday, April 21<sup>st</sup> at Rojas-Pierce Park with the showing of “Frozen II.” Staff will be working on Quarter January – March 2023 reporting.
- **Floodplain Maps** – A site visit with the U.S. Army Corps of Engineers will be held in May 2023.
- **COPS Hiring Program** – Staff will be researching the next grant cycle to apply for funding.
- **Clear California Local Grant Program** – Staff will be assisting Townsend Affairs in submitting a grant application for a pocket park, litter clean-up events, and improvements at Pool Park.
- **Tire-Derived Product** – Staff submitted pictures for all citywide sites where tire mulch will be installed as part of reporting requirements.

**In – Progress Grants:**

- **Rojas-Pierce Park Expansion Project** – County of Fresno, Urban Community Development Block Grant (CDBG) Program
- **Rojas-Pierce Park Expansion Project** – Per Capita Program
- **Rojas-Pierce Park Expansion Project** – CDBG-CV
- **COPS Hiring Program** – Department of Justice
- **Proposition 64** – Board of State and Community Corrections
- **Urban Flood Protection Grant** – California Natural Resources Agency
- **Automatic Meter Read Project** – State Water Board
- **Tire-Derived Product** – Cal Recycle
- **SB 1383** – Cal Recycle
- **Office of Traffic Safety** – STEP Program for October 2022 thru September 2023
- **Water Storage and Booster Pump** – County of Fresno
- **Floodplain Maps** – U.S. Army Corps of Engineers



## Memorandum

To: City Council via Cristian Gonzalez, City Manager

From: Michael Osborn, City Engineer  
Jeff O'Neal, City Planner

Subject: City Engineer's Report to City Council

Date: April 4, 2023

### Engineering Projects:

1. Rojas Pierce Park:
  - Construction of Phase 2 Expansion Project (field lighting) with CDBG funding
  - Completed
2. Well 10 and Water Main Relocation
  - Design in progress; coordination with USBR and BB Limited
3. Citywide RRRG Improvements:
  - Coordinating crossing improvements with Railroad, Caltrans & CPUC
  - Construction anticipated in Winter 2023
4. MJHS Safe Routes to School Project
  - Construction with ATP funding in progress
  - Complete: May 2023
5. 2022 Local Street Reconstruction Project
  - Construction with SB1 funding
  - Starts: 4/10/2023
  - Complete: 5/15/2023
6. Backwash Reclaim Project
  - Design is underway; looking for funding opportunities for construction
7. Mendota Stormwater Improvement Project
  - Prop 68 UFBGP funded: Out to Bid
  - Construction anticipated in Summer/Fall 2023
8. Derrick & Oller Roundabout
  - CEQA & NEPA completed
  - Design in progress
  - Construction anticipated in Spring 2024
9. Westside Water Tank & Booster Pump
  - ARPA funded design is underway
  - Construction anticipated in Fall 2023
10. 5<sup>th</sup> & Quince Street Reconstruction:
  - Design underway
  - Construction funded with STBG funds in FFY 23/24

## Planning/Development Projects

1. Rojas Pierce Park Annexation
  - Continuing discussions with USBR about whether and how the WWD land retirement program affects the project.
2. Regional Housing Needs Allocation
  - Participating in Fresno COG meetings for 6<sup>th</sup> Cycle multijurisdictional Housing Element
3. Safe Routes to School Master Plan
  - Final Draft Plan out for public comment
  - Completion in Spring 2023

## Grant Applications:

1. Amador & Smoot Extension:
  - \$874,000 in STBG & CMAQ TPP funds; Construction authorization in FFY 23/24

## On-going (this month):

1. Representation of the City at FCOG TTC
2. Coordination of road projects with Caltrans
3. Assistance to Finance Director for grant opportunities
4. Coordination with USACOE for Panoche Creek flood study

## Overall P&P Staff engaged (month of March):

- Engineers: 12
- Planners: 1
- Surveyors: 0
- Environmental Specialist: 0
- GIS/CAD Specialists: 2
- Construction Manager: 0
- Project Administrator: 1

## Abbreviations:

EOPCC – Engineer's Opinion of Probable Construction Cost  
NTP – Notice to Proceed  
CUCCAC – California Uniform Construction Cost Accounting Commission  
STBG – Surface Transportation Block Grant  
CMAQ – Congestion Mitigation and Air Quality (grant)  
ATP – Active Transportation Plan (grant)  
RFP – Request for Proposal

RFA- Request for Authorization (for grant funding)  
FCOG – Fresno Council of Governments  
ADA – Americans with Disabilities Act  
DBE – Disadvantaged Business Enterprise  
TTC – Technical Transportation Committee (through FCOG)  
RTP/SCS – Regional Transportation Plan, Sustainable Communities Strategies