

CITY OF HUNTINGTON PARK PUBLIC FINANCING AUTHORITY Regular Meeting Agenda

Monday, July 21, 2025

6:00 p.m.
City Hall Council Chambers
6550 Miles Avenue, Huntington Park, CA 90255

Arturo Flores
Chair

Eduardo “Eddie” Martinez
Vice Chair

Jonathan A. Sanabria
Board Member



Nancy Martiz
Board Member

Karina Macias
Board Member

Any person who requires a disability-related modification or accommodation, including auxiliary aids or services, in order to participate in the public meeting may request such modification, accommodation, aid or service by contacting the City Clerk's Office either in person at 6550 Miles Avenue, Huntington Park, California or by telephone at (323) 584-6230. Notification in advance of the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting.

PUBLIC COMMENT

PUBLIC COMMENT – If you would like to comment on any listed Agenda Items, please email the City Clerk's office at hpcityclerk@hpca.gov or by telephone, by calling (323) 584-6161, up until one (1) hour, prior to the start of the meeting. Public Comments will then be read during public comment and made part of the record.

The City of Huntington Park thanks you in advance for your cooperation.

CALL TO ORDER

ROLL CALL

Chair Arturo Flores
Vice Chair Eduardo “Eddie” Martinez
Board Member Jonatha A. Sanabria
Board Member Nancy Martiz
Board Member Karina Macias

PUBLIC COMMENT

Pursuant to Government Code Section 54954.3(a) Members of the public will have an opportunity to address the Board Members on items listed on this agenda. For items on this agenda, each speaker will be limited to three minutes per Huntington Park Municipal Code Section 2-1.207. Time limits may not be shared with other speakers and may not accumulate from one period of public comment to another or from one meeting to another.

REGULAR AGENDA

1. CONSIDERATION AND APPROVAL TO AUTHORIZE THE ALLOCATION OF \$1,000,000 FROM THE HUNTINGTON PARK PUBLIC FINANCING AUTHORITY FUND 475 TOWARDS THE CONSTRUCTION OF THE EMERGENCY OPERATIONS CENTER PROJECT

IT IS RECOMMENDED THAT CITY COUNCIL:

1. Authorize the Director of Finance to allocate funds from the Huntington Park Public Financing Authority Fund 475 towards the Emergency Operations Center Capital Project

ADJOURNMENT

The City of Huntington Park Public Financing Authority will adjourn to a Regular Meeting on Monday, August 4, 2025 at 6:00 P.M.

I Eduardo Sarmiento, hereby certify under penalty of perjury under the laws of the State of California that the foregoing agenda was posted at City of Huntington Park City Hall and made available at www.hpca.gov not less than 72 hours prior to the meeting. Dated this 17th day July 2025.

Eduardo Sarmiento,
Secretary



HUNTINGTON PARK PUBLIC FINANCING AUTHORITY

Finance Department
City Council Agenda Report

July 21, 2025

Honorable Chair and Members of the Huntington Park Public Financing Authority
City of Huntington Park
6550 Miles Avenue
Huntington Park, CA 90255

Dear Members of the HPPFA:

CONSIDERATION AND APPROVAL TO AUTHORIZE THE ALLOCATION OF \$1,000,000 FROM THE HUNTINGTON PARK PUBLIC FINANCING AUTHORITY FUND 475 TOWARDS THE CONSTRUCTION OF THE EMERGENCY OPERATIONS CENTER PROJECT

IT IS RECOMMENDED THAT THE HUNTINGTON PARK PUBLIC FINANCING AUTHORITY:

1. Authorize the Director of Finance to allocate funds from the Huntington Park Public Financing Authority Fund 475 towards the Emergency Operations Center Capital Project

BACKGROUND INFORMATION

The original 1994 TABS (Tax Allocation Bonds) issued by the Successor Agency were refinanced in 2004 with the 2004 TABS bonds. On January 20, 2015, the City authorized the issuance of the 2015 Public Financing Authority Bonds to refund the 2004 TABS, aiming to reduce debt service costs. As part of this process:

- LA County's Department of Finance (DOF) continued to fund the debt obligations of the original 1994 bonds.
- Refunding resulted in IRS yield reduction penalties, creating significant tax liabilities.
- Any excess funds after satisfying IRS obligations became available for eligible capital improvement projects.

A December 2016 staff report confirmed that the DOF had directed the Successor Agency to reinstate the 1994 CDC Bonds on the ROPS schedule and remove the 2004 HPPFA

CONSIDERATION AND APPROVAL TO AUTHORIZE THE ALLOCATION OF \$1,000,000 FROM THE HUNTINGTON PARK PUBLIC FINANCING AUTHORITY FUND 475 TOWARDS THE CONSTRUCTION OF THE EMERGENCY OPERATIONS CENTER PROJECT

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Bonds. This created a surplus cash flow, unavailable to overlapping taxing entities, which could only be used for IRS obligations and non-redevelopment-related capital projects.

On January 17, 2017, \$1.73 million from Fund 475 was authorized to satisfy remaining IRS liabilities. It was projected that an additional \$4.59 million would become available for eligible City capital projects through bond maturity.

As of September 12, 2023, the final bond revenue was received, and the current cash balance in Fund 475 stands at \$6.1 million, with interest earnings as the only ongoing revenue source.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The Emergency Operations Center Capital Project has experienced delays relative to its originally projected timelines, and the scope of work has expanded beyond initial expectations. As a result, additional construction costs have arisen. To comply with the timeline requirements outlined in the California Office of Emergency Services (Cal OES) grant guidelines, supplemental funding is necessary. Utilizing funds from the Huntington Park Public Financing Authority will ensure the project remains on schedule while avoiding any financial impact on the City's General Fund.

FISCAL IMPACT

The proposed use of Huntington Park Public Financing Authority (HPPFA) funds will have no impact on the City's General Fund. This allocation represents a strategic use of an underutilized funding source. The HPPFA (Fund 475) currently holds a cash balance of \$6,128,737.37, with no anticipated revenue beyond interest earnings. Upon allocation of \$1,000,000 toward the Emergency Operations Center Capital Project, the remaining fund balance will be \$5,128,737.37.

CONCLUSION

Upon Council approval, staff will proceed with the recommended actions.

Respectfully submitted,

**CONSIDERATION AND APPROVAL TO AUTHORIZE THE ALLOCATION OF
\$1,000,000 FROM THE HUNTINGTON PARK PUBLIC FINANCING AUTHORITY
FUND 475 TOWARDS THE CONSTRUCTION OF THE EMERGENCY OPERATIONS
CENTER PROJECT**

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A handwritten signature in blue ink, appearing to read 'Ricardo Reyes', with a stylized, flowing script.

RICARDO REYES
City Manager

A handwritten signature in blue ink, appearing to read 'Jeff Jones', with a stylized, flowing script.

JEFF JONES
Director of Finance