

**LONG BEACH TRANSIT
BOARD OF DIRECTORS MEETING
AGENDA**



**THURSDAY, DECEMBER 4, 2025
4801 AIRPORT PLAZA DRIVE
ROSA PARKS BOARD CHAMBER
9:00 A.M.**

Abigail Mejia, Chair
David Sutton, Vice Chair
Raul Añorve, Secretary/Treasurer
James Ahumada, Director
Eduardo Angeles, Director
Carl Kemp, Director
Randy Rawlings, Director

Joshua Hickman, City Representative
Christopher Koontz, City Representative

Kenneth A. McDonald
President and Chief Executive Officer

LONG BEACH TRANSIT BOARD OF DIRECTORS IN-PERSON MEETING

**MEMBERS OF THE PUBLIC CAN ATTEND MONTHLY BOARD MEETINGS AT LONG BEACH
TRANSIT CORPORATE OFFICE ROSA PARK BOARD CHAMBER, BY RIDING ROUTES 102, 104,
111 AND 112.**

**THE CLOSEST BUS STOPS TO LBTCO ARE LOCATED:
LAKEWOOD BLVD. AND SPRING ST.
CLARK AVE. AND 29TH ST.
SPRING ST. AND AIRPORT PLAZA DR.**

**TO CONNECT TO ROUTES 102 AND 104, TAKE ROUTES 21, 22, 23, 61, 71, 91, 92, 93, 101, 111, 112,
172, 173, 181 AND 182.**

**TO CONNECT TO ROUTES 111 AND 112, TAKE ROUTES 21, 22, 23, 91, 121, 131, 151, 171, 173, 175
AND 192.**

**MEMBERS OF THE PUBLIC MAY LISTEN TO THE MEETING BY DIALING
(669) 444-9171 AND ENTERING THE FOLLOWING
MEETING ID: 874 0416 6717**

**MEMBERS OF THE PUBLIC MAY ALSO JOIN THE VIDEO CONFERENCE VIA
THE FOLLOWING ZOOM MEETING LINK:
<https://us02web.zoom.us/j/87404166717>**

**PLEASE NOTE THE ZOOM MEETING MAY ENCOUNTER TECHNICAL DISRUPTIONS, BUT IN-
PERSON ACCESS AND PUBLIC COMMENT WILL CONTINUE TO BE AVAILABLE IN
ACCORDANCE WITH THE BROWN ACT**

**PERSONS WISHING TO ADDRESS THE BOARD MAY SUBMIT PUBLIC COMMENT VIA EMAIL OR
TELEPHONE. MEMBERS OF THE PUBLIC ALSO HAVE THE OPTION TO PROVIDE PUBLIC
COMMENT IN THE ZOOM MEETING BY USING THE RAISE HAND FUNCTION OR PRESSING *9 ON
YOUR PHONE**

Public comments on agenda items may be submitted by email to board@lbtransit.com or by telephone at 562.599.8599.

If calling, please leave a voicemail with your name (please state it clearly), your telephone number for a return call, and the item number on which you would like to comment (or specify "public comment").

If emailing, please include your name, your telephone number for a return call, and the item number on which you would like to comment (or specify "public comment").

More information on this process may be found at ridelbt.com/about-us

REGULAR MEETING – 3:30 P.M.

1. Call to Order. (Abigail Mejia)
2. Roll Call. (Jen Flores)
3. Employee Recognition. (Elizabeth Brown)

Employees of the Month for November 2025:

Ezekiel Griffin, Transit Service Delivery and Planning
Ruben Rodriguez, Maintenance and Infrastructure
Tynishia Lewis, Administrative Staff

INFORMATION ITEM

4. Public Comment.

Any member of the public may approach the lectern and, upon recognition by the Chair, state his or her name and proceed to address the Board on any item within the subject matter jurisdiction of the Long Beach Transit Board of Directors, provided that no action may be taken on off-agenda items unless authorized by law. Comments shall be limited to three minutes, unless different time limits are set by the Chair, subject to the approval of the Board.

5. President and CEO Report. (Kenneth McDonald)

INFORMATION ITEM

6. City of Long Beach 1st Street Pedestrian Improvement Presentation (Amelia Bodek)

INFORMATION ITEM

NOTICE TO THE PUBLIC

All matters included on the Consent Calendar are considered routine by the Long Beach Transit (LBT) Board of Directors and will all be enacted by one motion. There will be no separate discussion of these items unless a member of the Board of Directors or the public so requests, in which event the matter shall be removed from the Consent Calendar and considered as a separate item.

CONSENT CALENDAR (7-8)

7. Recommendation to approve the minutes of the regular session meeting held on October 24, 2025.

Suggested Action: Approve recommendation.

8. Recommendation to approve the minutes of the special session meeting held on November 21, 2025.

Suggested Action: Approve recommendation.

REGULAR CALENDAR

9. Monthly Financial Report. (Lisa Patton)

INFORMATION ITEM

10. Recommendation to approve the placement of the monthly financial report on the Consent Calendar beginning January 2026 with staff providing a detailed quarterly financial presentation. (Jen Flores)

Suggested Action: Approve recommendation.

11. Recommendation to authorize the President and CEO to enter into a five-year contract with MV Transportation, Inc. beginning March 1, 2026, for the provision of paratransit services for DAL at a total authorization amount not to exceed \$11,997,128. (Lee Burner)

Suggested Action: Approve recommendation.

12. Actuarial Valuation of Retirement Plans for Contract and Salaried Employees as of July 1, 2025. (Ashley Liang)

INFORMATION ITEM

13. FY 2026 Government Finance Officers Association (GFOA) Distinguished Budget Presentation Award. (Kenneth McDonald)

INFORMATION ITEM

14. Closed Session.
Subject 1.6 Conference with Legal Counsel - Anticipated Litigation (Government Code Secs. 54956.9(d)(2) and 54956.9(e)(1))
Type Discussion / Possible Action

15. Election of Officers. (Abigail Mejia)

Suggested Action: Approve recommendation.

16. Public Comment.

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17. Board Requests.

18. Adjourn. The next regular meeting will be held on January 22, 2026. (Abigail Mejia)

Suggested Action: Approve recommendation.

Note:

Long Beach Transit intends to provide reasonable accommodations in accordance with the Americans with Disabilities Act of 1990. If special accommodation is desired please call the Office of the Board Secretary 48 hours prior to the meeting at 562.599.8599. Long Beach Transit is an entity which is separate and distinct from the City of Long Beach.

1st Street Pedestrian Improvements

Project Update

December 2025



Project Team



City of Long Beach

- Public Works, Project Management Bureau

Project Consultants

- RJM (Project Design)
- Ardurra (Construction Management)

Project Stakeholders

- Metro, LA County PW, LA County Development Authority
- Long Beach Transit
- DLBA
- Residents & Businesses

Project Objectives



Activate and
Beautify



Enhance
Connectivity

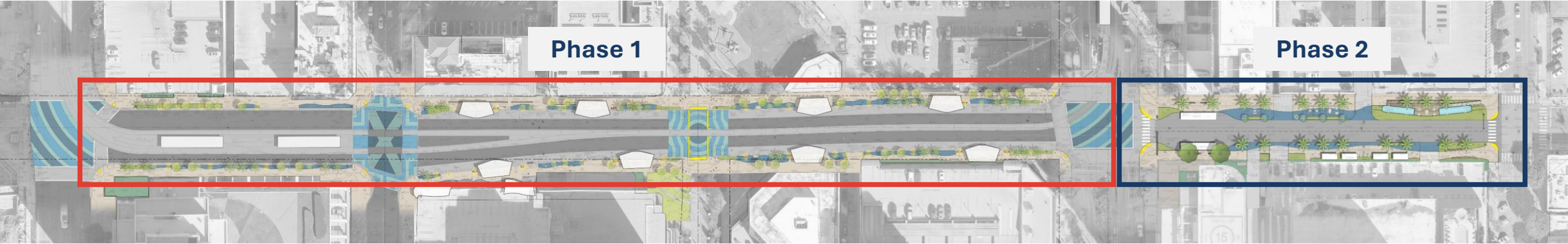


Promote
Sustainable
Transit Options



Showcase Local
Transit History

Project Area - 1st Street



Phase 1

Phase 2

PACIFIC AVENUE

PINE AVENUE

PROMENADE

LONG BEACH BLVD

ELM AVENUE

Project Scope



Pacific Avenue to Long Beach Boulevard (Transit Gallery)

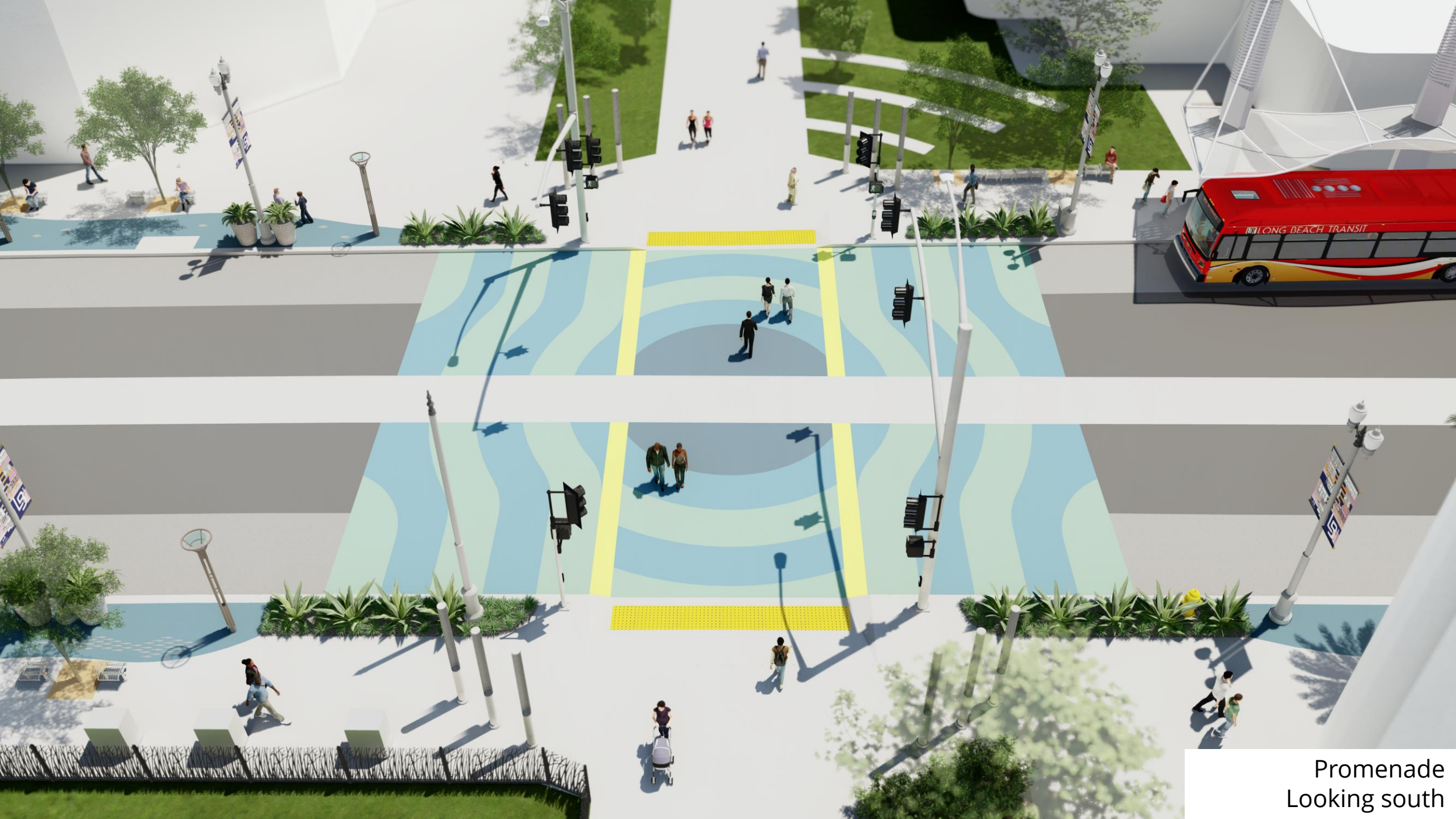
- Pedestrian Improvements
 - Landscaping and plantings
 - Colorful concrete
 - Decorative elements
 - Refurbished street furniture

Long Beach Boulevard to Elm Avenue

- Street Improvements
- Original Metro Rail Car



Adjacent to Shelter B
Looking west



Promenade
Looking south



Adjacent to Shelter A
Looking southwest

Project Funding



Source	Amount
Local Sources	
Measure A Bond	\$1,300,000
Measure M	\$325,000
Gas Tax	\$185,459
Transportation Development Act Funds	\$100,000
Grants & Funding Agreements	
LA Metro	\$2,716,524
LA County Public Works	\$1,500,000
LA County Development Authority	\$400,000

Total Funding
\$6.5M

Access Impacts and Coordination



Temporary Traffic and Access Impacts

- Project Team will need to approve a Traffic Plan and a Phasing/Staging Plan before construction begins
- Pedestrian detours, restricted access to drives, etc. are possible
- Temporary bus stop relocations are possible

Coordination

- Coordination with Long Beach Transit in advance of construction to discuss any impacts to operations or access

Communication and Outreach

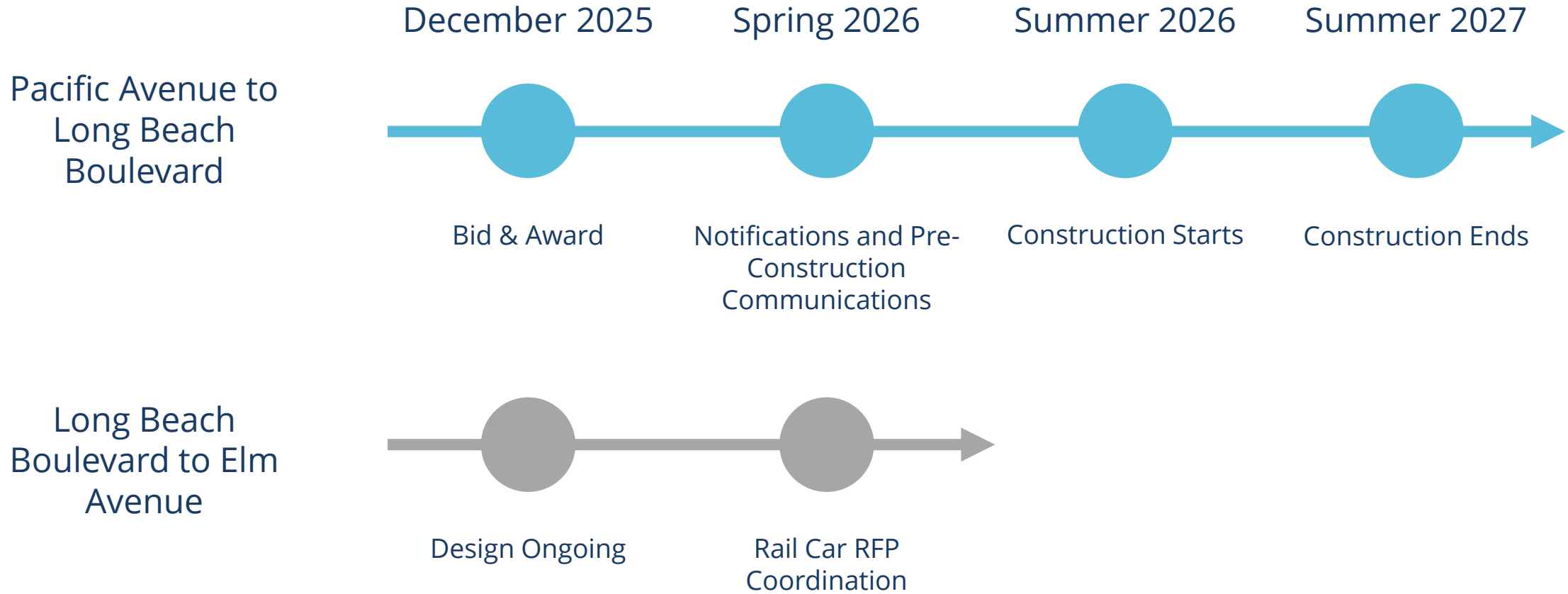


Communications and Outreach Plan

- Pre-Construction Community Meeting
- Notifications and mailers sent to businesses and residents before construction begins
- Project website updates

Expected Timeline

Barring any unforeseen delays



Thank You!

Amelia Bodek

Capital Projects Coordinator

Amelia.Bodek@longbeach.gov

562-570-5696

Project Website

<https://www.longbeach.gov/pw/projects/1st-street-pedestrian-improvements/>

Elevate '28 Infrastructure Investment Plan

<https://lbelevate28.com/>



[longbeach.gov/pw](https://www.longbeach.gov/pw)

**LONG BEACH TRANSIT
BOARD OF DIRECTORS MEETING
MINUTES**



**THURSDAY, OCTOBER 23, 2025
4801 AIRPORT PLAZA DRIVE
ROSA PARKS BOARD CHAMBER
3:30 P.M.**

Abigail Mejia, Chair
David Sutton, Vice Chair
Raul Añorve, Secretary/Treasurer
James Ahumada, Director
Eduardo Angeles, Director
Carl Kemp, Director
Randy Rawlings, Director

Joshua Hickman, City Representative
Christopher Koontz, City Representative

Kenneth A. McDonald
President and Chief Executive Officer

REGULAR MEETING – 3:30 P.M.

1. Call to Order. (Abigail Mejia)

Chair Mejia called the meeting to order at 3:30 p.m.

2. Roll Call. (Jen Flores)

Directors Present: James Ahumada, Eduardo Angeles, Raul Añorve, and Abigail Mejia

Directors Excused: Carl Kemp, Randy Rawlings and David Sutton

3. Employee Recognition. (Elizabeth Brown)

Employees of the Month for October 2025:

Sergio Gonzales, Transit Service Delivery and Planning
Calixtro Sagbigal, Maintenance and Infrastructure
Inesa Hagan, Administrative Staff

INFORMATION ITEM

Elizabeth Brown, Executive Director/VP, Organizational Development and Administration, presented the Employees of the Month October 2025.

4. Public Comment.

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There were no public comments.

5. President and CEO Report. (Kenneth McDonald)

INFORMATION ITEM

Kenneth McDonald, President and CEO, presented his monthly report.

CEO McDonald informed the Board that Bus Operator Tamara Henry was presented with the LBPD Community Service Award for finding and helping a critical missing child.

Operator Henry shared some remarks to express her thanks for the award she received.

CEO McDonald highlighted staff participation in the Long Beach Aquarium of the Pacific 5K and the WTS-LA 3rd Annual Small Business Speed Networking Event.

The Board was notified about the “Passing Time” mosaic bench restoration.

CEO McDonald highlighted various community events LBT staff participated in for the month of October.

CEO McDonald provided information on LBT’s participation in the upcoming Long Beach Airport Festival of Flight, CTA 60th Annual Fall Conference and Expo and the February 2026 Service Change Public Meeting.

NOTICE TO THE PUBLIC

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CONSENT CALENDAR (6)

A motion was made by Secretary/Treasurer Añorve, seconded by Director Ahumada, to pass the consent calendar. The motion carried by the following vote:

Yes: 4 – James Ahumada, Eduardo Angeles, Raul Añorve and Abigail Mejia

Excused: 3 – Carl Kemp, Randy Rawlings and David Sutton

6. Recommendation to approve the minutes of the regular session meeting held on September 24, 2025.

Suggested Action: Approve recommendation.

REGULAR CALENDAR

7. Monthly Financial Report. (Lisa Patton)

INFORMATION ITEM

Lisa Patton, Executive Director/VP, Finance and Budget, presented the staff report.

This Agenda Item was received and filed.

8. Recommendation to authorize the President and CEO to enter into a three-year contract with Commune Communication for creative, paid social media, agency promotional and website management services for a total amount of \$802,500 with two one-year options at \$277,500 for option year 1 and \$277,500 for option year two with a 10% contingency of \$135,750 and an amount not to exceed \$250,000 per year for the direct reimbursable cost of social media and digital advertising for a total contract authorization not to exceed \$2,743,250. (Mike Gold)

Suggested Action: Approve recommendation.

Mike Gold, Executive Director/VP, Customer Relations and Communication, presented the staff report.

Secretary/Treasurer Anorve inquired how the performance of the current contract was measured.

Mr. Gold responded that multiple factors were reviewed including social media outreach and effect on ridership.

Secretary/Treasurer Anorve inquired if there are sufficient staff resources to manage the vendor's deliverables.

Mr. Gold responded that there are staff resources to manage the contract.

Linda, a member of the public, provided a live public comment regarding TAP card designs.

A motion was made by Director Angeles, seconded by Director Ahumada, to approve the recommendation. The motion carried by the following vote:

Yes: 4 – James Ahumada, Eduardo Angeles, Raul Añorve and Abigail Mejia

Excused: 3 – Carl Kemp, Randy Rawlings and David Sutton

9. Recommendation to approve the Board of Directors meeting dates for Calendar Year 2026. (Jen Flores)

Suggested Action: Approve recommendation.

Jen Flores, Board Secretary, presented the staff report.

A motion was made by Director Ahumada, seconded by Secretary/Treasurer Añorve, to approve the recommendation. The motion carried by the following vote:

Yes: 4 – James Ahumada, Eduardo Angeles, Raul Añorve and Abigail Mejia

Excused: 3 – Carl Kemp, Randy Rawlings and David Sutton

10. Fiscal Year 2024 Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting Award. (Kenneth McDonald)

INFORMATION ITEM

CEO McDonald presented the staff report.

This Agenda Item was received and filed.

11. Public Comment.

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Mauro Varela, ATU 1277 Vice President, provided a live public with an update regarding AB 394.

Linda, a member of the public, provided a live public comment regarding a bus shelter near Long Beach Blvd and PCH.

12. Closed Session.

1) Conference Real Property (Gov. Code sec. 54956.8)
Property: 4801 Airport Plaza Drive, Long Beach, CA 90815
Kenneth A. McDonald, President and CEO; Lisa Patton, Executive Director/VP,
Finance and Budget
Re: Price, Terms

Meeting went into Closed Session at 4:18 p.m.

Meeting reconvened at 4:35 p.m.

Vince Ewing, General Counsel, reported that no action was taken.

13. Board Requests.

There were no Board requests.

14. Adjourn. The next regular meeting will be held on December 4, 2025. (Abigail Mejia)

Suggested Action: Approve recommendation.

Meeting adjourned at 4:36 p.m.

A motion was made by Director Angeles, seconded by Secretary/Treasurer Añorve, to approve the recommendation. The motion carried by the following vote:

Yes: 4 – James Ahumada, Eduardo Angeles, Raul Añorve and Abigail Mejia

Excused: 3 – Carl Kemp, Randy Rawlings and David Sutton

Note:

Long Beach Transit intends to provide reasonable accommodations in accordance with the Americans with Disabilities Act of 1990. If special accommodation is desired please call the Office of the Board Secretary 48 hours prior to the meeting at 562.599.8599. Long Beach Transit is an entity which is separate and distinct from the City of Long Beach.

**LONG BEACH TRANSIT
BOARD OF DIRECTORS MEETING
MINUTES**



**FRIDAY, NOVEMBER 21, 2025
4801 AIRPORT PLAZA DRIVE
ROSA PARKS BOARD CHAMBER
1:30 P.M.**

Abigail Mejia, Chair
David Sutton, Vice Chair
Raul Añorve, Secretary/Treasurer
James Ahumada, Director
Eduardo Angeles, Director
Carl Kemp, Director
Randy Rawlings, Director

Joshua Hickman, City Representative
Christopher Koontz, City Representative

Kenneth A. McDonald
President and Chief Executive Officer

Special Session: Board of Directors STAR II Focus Group – 1:30 P.M.

1. Call to Order. (Abigail Mejia)

Vice Chair Sutton called the meeting to order at 1:37 p.m.

2. Roll Call. (Jen Flores)

Directors Present: Eduardo Angeles, Raul Añorve and David Sutton
Directors Excused: James Ahumada, Carl Kemp, Abigail Mejia and Randy Rawlings

3. Systemwide Transit Analysis and Reassessment (STAR) II Board of Directors Focus Group (Jessica Cignarella)

Jessica Cignarella, Manager, Service Planning, presented the staff report

Abigail Mejia and Carl Kemp joined the session.

Directors Present: Eduardo Angeles, Raul Añorve, Carl Kemp, David Sutton and Abigail Mejia
Directors Excused: James Ahumada and Randy Rawlings

Melissa Sather, representing TMD, facilitated the focus group.

INFORMATION ITEM

4. Public Comment.

Any member of the public may approach the lectern or raise their hand and, upon recognition by the Chair, state his or her name and proceed to address the Board on any item within the subject matter jurisdiction of the Long Beach Transit Board of Directors, provided that no action may be taken on off-agenda items unless authorized by law. Comments shall be limited to three minutes, unless different time limits are set by the Chair, subject to the approval of the Board.

There were no public comments.

5. Adjourn. The next regular meeting will be held on December 4, 2025. (Abigail Mejia)

Vice Chair Sutton adjourned the meeting at 2:45 p.m.

Suggested Action: Approve recommendation.

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LONG BEACH TRANSIT
STATEMENT OF REVENUES AND EXPENSES
FOR PERIOD JULY 1, 2025 TO OCTOBER 31, 2025

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	October 2024	October 2025	October Budget	%	Year to Date FY 2025	Year to Date FY 2026	Year to Date Budget	%
OPERATING REVENUE								
Passenger Fares	\$911,453	\$943,930	\$938,739	101	\$3,474,782	\$3,355,821	\$3,585,399	94
Dial A Lift Fares	3,786	4,304	3,870	111	14,500	16,840	14,977	112
Aqua Service Fares	0	0	0	-	202,601	204,564	154,587	132
Special Event Service Revenue	23,467	22,076	16,332	135	66,515	102,536	95,713	107
Advertising Revenue	34,681	68,750	68,750	100	203,431	275,000	275,000	100
Interest & Miscellaneous	586,324	424,601	384,766	110	2,284,996	2,027,321	1,545,192	131
TOTAL OPERATING REVENUE	\$1,559,712	\$1,463,662	\$1,412,457	104	\$6,246,826	\$5,982,081	\$5,670,868	105
SUBSIDY REVENUE								
Federal	\$1,750,000	\$43,408	\$0	-	\$6,900,000	\$5,174,692	\$7,265,866	71
State	2,665,846	2,413,685	3,209,969	75	10,671,569	9,654,753	12,839,876	75
County	4,559,874	4,119,274	5,120,594	80	18,239,495	17,294,414	20,482,376	84
Local	729,618	754,714	714,545	106	3,592,985	3,617,771	3,461,800	105
TOTAL SUBSIDY REVENUE	\$9,705,338	\$7,331,081	\$9,045,108	81	\$39,404,048	\$35,741,630	\$44,049,918	81
TOTAL REVENUE	\$11,265,050	\$8,794,743	\$10,457,565	84	\$45,650,874	\$41,723,712	\$49,720,786	84
OPERATING EXPENSES								
Operations	\$5,173,070	\$5,522,426	\$5,690,930	97	\$20,797,967	\$22,294,148	\$22,755,081	98
Maintenance	2,619,935	2,704,826	2,719,105	99	10,316,205	10,507,981	10,844,055	97
Administration	2,045,011	2,342,763	2,507,454	93	7,993,226	8,809,310	9,979,520	88
Fuel & Lubricants	473,941	480,027	572,068	84	1,839,433	1,925,895	2,204,909	87
TOTAL OPERATING EXPENSES	\$10,311,957	\$11,050,043	\$11,489,557	96	\$40,946,831	\$43,537,334	\$45,783,565	95
NET INCOME (LOSS) BEFORE DEPR.	\$953,093	(\$2,255,300)	(\$1,031,992)		\$4,704,043	(\$1,813,622)	\$3,937,221	
DEPRECIATION	\$1,601,177	\$1,591,061	\$1,591,061	100	\$6,506,060	\$5,991,705	\$5,991,705	100

**LONG BEACH TRANSIT
SCHEDULE OF EXPENSES
FOR PERIOD JULY 1, 2025 TO OCTOBER 31, 2025**

Page 2 of 4

				Total	Current Month		Year to	Year to Date	
	Operations	Maintenance	Admin	Curr. Month	Budget	%	Date	Budget	%
LABOR									
Operators	\$2,790,289	\$0	\$0	\$2,790,289	\$2,697,280	103	\$11,243,469	\$10,871,492	103
Maintenance	0	691,762	0	691,762	633,585	109	2,629,906	2,597,112	101
Salaried	402,001	436,033	818,713	1,656,748	1,757,782	94	6,781,092	7,039,282	96
FRINGE BENEFITS									
FICA	220,292	78,943	56,064	355,299	392,028	91	1,450,297	1,562,067	93
Pension	372,271	130,592	98,401	601,264	709,155	85	2,400,596	2,825,426	85
Health	613,197	181,063	129,656	923,915	1,089,281	85	3,563,651	3,865,296	92
Workers' Compensation	617,533	44,186	4,477	666,195	666,153	100	2,664,188	2,664,612	100
Uniform & Tool Allowance	12,436	7,378	502	20,316	27,679	73	98,964	130,719	76
Unemployment & Other Fringes	2,645	3,600	29,674	35,919	49,034	73	137,517	202,886	68
SERVICES									
Advertising	0	0	63,920	63,920	75,022	85	214,559	270,088	79
Professional & Technical	60,537	46,810	328,336	435,682	372,568	117	1,072,894	1,483,298	72
Contract Maintenance	0	158,091	211,335	369,426	506,632	73	1,640,985	1,991,509	82
Security	268,385	44,427	0	312,812	369,435	85	1,265,864	1,452,858	87
Employment Physicals	0	0	19,997	19,997	20,500	98	80,540	82,000	98
Other	0	7,937	8,379	16,315	17,864	91	67,029	71,456	94

**LONG BEACH TRANSIT
SCHEDULE OF EXPENSES
FOR PERIOD JULY 1, 2025 TO OCTOBER 31, 2025**

Page 3 of 4

	Operations	Maintenance	Admin	Total Curr. Month	Current Month Budget	%	Year to Date	Year to Date Budget	%
MATERIALS & SUPPLIES									
Fuel & Lubricants	\$0	\$480,027	\$0	\$480,027	\$572,068	84	\$1,925,895	\$2,204,909	87
Fleet Parts & Supplies	0	620,218	0	620,218	562,087	110	2,240,940	2,242,856	100
Other Materials & Supplies	0	51,615	12,630	64,245	75,279	85	264,536	293,436	90
UTILITIES	0	142,289	48,218	190,508	167,559	114	746,568	709,101	105
CASUALTY/LIABILITY COSTS	0	7,895	405,390	413,285	412,865	100	1,657,182	1,651,460	100
PURCHASED TRANS. SERVICE									
Dial A Lift	107,023	0	0	107,023	117,320	91	425,573	462,650	92
Aqua Service	47,835	0	0	47,835	48,880	98	407,729	489,648	83
MISC. EXPENSES									
Dues & Subscriptions	0	0	12,993	12,993	15,833	82	45,945	63,332	73
Taxes, Fees	0	31,236	3,046	34,282	35,507	97	137,127	143,428	96
Training, Travel & Meetings	0	0	47,928	47,928	27,083	177	106,684	108,332	98
Schedules & Tickets	0	0	2,641	2,641	1,250	211	3,956	25,000	16
Safety & Misc. Items	0	3,428	7,843	11,271	15,938	71	58,847	63,752	92
Recruitment Advertising	0	0	5,695	5,695	6,623	86	20,986	26,492	79
Other	7,984	17,324	26,926	52,233	47,267	111	183,815	189,068	97
TOTAL OPERATING EXPENSES:	\$5,522,426	\$3,184,853	\$2,342,763	\$11,050,043	\$11,489,557	96	\$43,537,334	\$45,783,565	95

LONG BEACH TRANSIT BALANCE SHEET

Page 4 of 4

	Balance at 10/31/25	Balance at 09/30/25	Balance at 10/31/24
<u>ASSETS</u>			
Cash and Investments	74,845,340	88,334,420	78,834,703
Receivables			
Federal	15,320,889	0	1,750,021
State	6,794,270	9,500,014	8,844,037
County	1,041,486	771,896	87,351
Local	2,155,113	2,960,457	3,223,415
Miscellaneous	3,469,082	4,388,825	2,738,145
Materials & Supplies Inv.	4,259,984	4,297,990	4,151,976
Net Capital Assets	126,914,045	111,235,837	117,589,257
Other Assets	14,910,575	15,870,193	13,265,744
TOTAL ASSETS	249,710,784	237,359,633	230,484,647
<u>LIABILITIES AND CAPITAL</u>			
Trade Payables	3,897,761	4,054,468	3,356,806
Accrued Payroll Liabilities	13,010,041	12,504,866	8,013,865
Net Pension Liability (GASB 68)	28,978,646	28,978,646	28,978,646
Compensated Absence Liabilities	4,186,182	4,150,517	3,907,318
Estimated Liabilities	80,919,568	81,544,733	71,788,930
Deferred Credits	28,153,012	28,952,919	21,593,468
TOTAL LIABILITIES	159,145,210	160,186,149	137,639,033
Federal Capital Contributions	359,682,065	344,376,160	340,152,501
State Capital Contributions	124,672,578	123,289,531	120,684,612
Local Capital Contributions	134,550,529	134,001,032	131,812,213
Accumulated Earnings (Losses)	(528,339,599)	(524,493,238)	(499,803,712)
TOTAL CAPITAL	90,565,573	77,173,484	92,845,614
TOTAL LIABILITIES AND CAPITAL	249,710,784	237,359,633	230,484,647



RECOMMENDED ACTION

To approve the placement of the monthly financial report on the Consent Calendar beginning January 2026 with staff providing a detailed quarterly financial presentation.

STAFF REPRESENTATIVE

Jen Flores, Board Secretary

BACKGROUND

At the November 17, 2025, Executive Committee meeting, the Committee asked staff to identify opportunities to create a more efficient agenda structure while maintaining strong financial oversight. In response, staff reviewed the format of recurring financial reporting and recommends moving the standing Monthly Financial Report from the Regular Calendar to the Consent Calendar beginning with the January 2026 Board meeting.

To ensure continued visibility of financial performance, staff will present a detailed financial presentation on a quarterly basis. Staff will continue to monitor the agency's financial position and will notify the Board of any significant budgetary variances or issues that may arise.

ALTERNATIVES CONSIDERED

If the Board chooses not to approve the recommended adjustments, the Monthly Financial Report would remain on the Regular Calendar, and staff would continue presenting monthly financial information in its current format.

STAFF RECOMMENDATION

Staff is recommending LBT's Board of Directors approve the placement of the monthly financial report on the Consent Calendar beginning January 2026 with staff providing a detailed quarterly financial presentation.

A handwritten signature in blue ink, reading "K. McDonald".

Kenneth A. McDonald
President and Chief Executive Officer



RECOMMENDED ACTION

To authorize the President and CEO to enter into a five-year contract with MV Transportation, Inc. for the provision of Dial-A-Lift (DAL) paratransit services to begin on March 1, 2026.

STAFF REPRESENTATIVE

Lee Burner, Executive Director/VP, Transit Service Delivery and Planning

BACKGROUND

Long Beach Transit (LBT) contracts with an outside provider for the provisions of the Dial-A-Lift (DAL) paratransit service. This service has been in operation since 1975 and is a reserved seat van service for eligible persons with disabilities who are not able to board LBT's regular fixed-route buses. DAL is a service that goes above and beyond what is required by the Americans with Disabilities Act (ADA) of 1990. The service is a curb-to-curb, pick up and drop off service and operates in the cities of Long Beach, Signal Hill, Lakewood, and Paramount. LBT certifies potential customers' eligibility for membership through Care Onsite physicians.

LBT provides more than 22,000 DAL trips each year and is committed to continuing to offer this service to the mobility-impaired communities. LBT's fleet consists of eight (8) MV-1 vans and four (4) battery electric vehicles used for DAL service which are currently operated under contract by Global Paratransit. This is a fully turnkey service whereby the contractor provides the management, technical, operating and maintenance oversight required for the service.

The current contract between Global Paratransit and LBT is set to end on February 28, 2026.

PROCUREMENT

LBT issued a Request for Proposal (RFP) to multiple firms nationwide and received four (4) responsive proposals.

The proposals were evaluated based on the following criteria:

- Qualifications of the Firm
- Qualifications of Proposed Staff
- Operating Methodology/Work Plan
- Past Performance
- Price

The total amount of possible points for the technical evaluation was 80. Pricing made up an additional 20 points, for a total of 100 points. MV Transportation, Inc. qualified with a score of 89 points.



Board Agenda Item No. 11 December 4, 2025

MV Transportation, Inc. with offices in Long Beach, California, was found to be fair and reasonable by LBT's Procurement department.

DBE/SBE PARTICIPATION

A Small Business Enterprise (SBE) goal of 2% was established for the solicitation. MV Transportation, Inc. is utilizing JCM & Associates, Inc. DBA Blue Goose Uniforms, a certified DBE firm, to supply personnel uniforms for .09% of the total contract. MV Transportation, Inc. has established Good Faith Efforts and was deemed responsive.

ALTERNATIVES CONSIDERED

Staff considered not entering into a contract with MV Transportation, Inc. However, staff does not recommend this option as this would leave LBT without the ability to provide DAL service to the 865 customers who rely on this service to get to school, work, medical appointments and recreational activities.

BUDGETARY/FISCAL IMPACT

Funds for year one of this contract were included in the previously approved Fiscal Year 2026 operating budget.

Funding for future contract years will be included in the corresponding annual operating budgets.

Contract Year	Amount
Year 1	\$2,238,298
Year 2	\$2,260,687
Year 3	\$2,385,390
Year 4	\$2,474,763
Year 5	\$2,637,990
Total:	\$11,997,128

STAFF RECOMMENDATION

Staff is requesting LBT's Board of Directors to authorize the President and CEO to enter into a five-year contract with MV Transportation, Inc. beginning March 1, 2026, for the provision of paratransit services for DAL at a total authorization amount not to exceed \$11,997,128.



Kenneth A. McDonald
President and Chief Executive Officer



Board Agenda Item No. 12

December 4, 2025

INFORMATION ITEM

Actuarial Valuation of Retirement Plans for Contract and Salaried Employees as of July 1, 2025

STAFF REPRESENTATIVE

Ashley Liang, Treasurer

BACKGROUND

Each year, Long Beach Transit (LBT) presents its actuarial valuation reports for the Retirement Plans (Plans) for the agency's Contract and Salaried employees as of July 1, 2025.

The actuarial report serves three main purposes:

- Determine the annual funding requirements under the Plan's adopted funding policy;
- Evaluate changes in required contributions from the prior year based on plan experience; and
- Provide updated information on each Plan's funded status and other information pertinent to understanding the Plan's funded status.

Retirement Plan for Contract Employees

For contract employees, the Plan's funding cost for the plan year beginning July 1, 2025, decreased from \$6,865,641 of pay to \$6,106,721 of pay, reflecting favorable investment performance and plan experience.

Retirement Plan for Salaried Employees

For salaried employees, the Plan's funding cost for the plan year commencing July 1, 2025, decreased from \$1,182,582 of pay to \$1,047,357 of pay, also driven by positive investment returns and plan experience.

STAFF RECOMMENDATION

Not Applicable. Information Item

A handwritten signature in blue ink that reads "K. McDonald".

Kenneth A. McDonald
President and Chief Executive Officer

Attachments

***RETIREMENT PLAN FOR CONTRACT
EMPLOYEES OF LONG BEACH
PUBLIC TRANSPORTATION COMPANY***

***Actuarial Valuation as of
July 1, 2025***

NWPS
160 W. Santa Clara Street, Suite 1550
San Jose, California 95113
(408) 298-1170

November 2025

November 3, 2025

Pension Committee
Retirement Plan for Contract Employees of
Long Beach Public Transportation Company

Dear Pension Committee:

We are pleased to present our actuarial valuation report for the Retirement Plan for Contract Employees of Long Beach Public Transportation Company as of July 1, 2025. The information in this report provides the means by which we determine the funding requirements for the Plan. The actuarial report serves three main purposes:

- Determine the annual funding levels under the Plan’s adopted funding policy and alternative funding levels.
- Determine how the required funding changed from the prior year using what is called an “experience analysis.”
- Determine other information pertinent to understanding the Plan’s funded status.

Compared to the prior year, the Plan’s funding cost for the Plan Year commencing July 1, 2025 decreased from 19.135% of pay (\$6,865,641) to 14.994% of pay (\$6,106,721) as follows:

	<u>% of Pay</u>	<u>\$ Amount (est.)</u>
• July 1, 2024 funding cost	19.135%	\$6,865,641
• Plan experience	<u>-4.141%</u>	<u>(\$758,920)</u>
• July 1, 2025 funding cost	14.994%	\$6,106,721

We look forward to discussing our report with you.

Sincerely,



Nancy Teague Lee
Managing Actuary

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SECTION 1: VALUATION RESULTS

Executive Summary

The market value of assets increased \$10,984,797 during 2024-2025 and the return was 12.34%.

The Plan's funded percentage on an Entry Age Normal Accrued Liability basis increased from 77.34% to 86.10%. This was primarily due to the increase in the market value of assets.

The funding policy contribution as of July 1, 2025 is \$6,106,721 which is comprised of the normal cost of \$5,084,685 and the amortization payment of the unfunded liability plus interest required for monthly contributions. The funding policy contribution decreased by \$758,920 from last year primarily due to the increase in the market value of assets being greater than the increase in liabilities.

Contributions made to the Plan were \$7,863,230.

The Plan's funding cost as a percentage of compensation for the July 1, 2025 Plan Year is 14.994% compared to 19.135% for the prior year. Plan experience decreased the funding cost by 4.141%.

Benefit payments increased from \$5,413,472 to \$7,433,301 primarily due to the increase in the number of lump sums paid in 2024/2025.

SECTION 1: VALUATION RESULTS

Summary Information

The following presents some of the important results of the actuarial valuation and compares this information with the prior year.

	<u>July 1, 2025</u>	<u>July 1, 2024</u>	<u>Change</u>
Number of Participants			
Actives			
Vested	371	378	(7)
Non-Vested	<u>222</u>	<u>178</u>	<u>44</u>
Total	593	556	37
Inactive Vested	61	60	1
In Pay Status			
Retirees	79	73	6
Disabled	21	19	2
Beneficiaries	<u>17</u>	<u>18</u>	<u>(1)</u>
Total	117	110	7
Total Participants	771	726	45

SECTION 1: VALUATION RESULTS

Summary Information (continued)

	<u>July 1, 2025</u>	<u>July 1, 2024</u>	<u>Change</u>
Normal Cost for all benefits for fiscal year	\$5,084,685	\$5,729,798	(\$645,113)
Contribution for the fiscal year under the Company's Funding policy (assuming it is paid uniformly throughout the year)			
Annual amount	\$6,106,721	\$6,865,641	(\$758,920)
Percent of covered compensation	14.994%	19.135%	-4.141%
Expected employer non-PEPRA contributions ⁽¹⁾	\$1,799,788	\$2,044,851	(\$245,063)
Expected employer PEPRA contributions ⁽¹⁾	\$1,986,553	\$2,108,367	(\$121,814)
Expected non-PEPRA employee contributions ⁽¹⁾	\$900,440	\$1,197,655	(\$297,215)
Expected PEPRA employee contributions ⁽¹⁾	\$1,419,940	\$1,514,768	(\$94,828)
Employer non-PEPRA percent of compensation ⁽¹⁾	9.994%	12.067%	-2.073%
Employer PEPRA percent of compensation ⁽¹⁾	8.744%	11.135%	-2.391%
Employee non-PEPRA percent of compensation ⁽¹⁾	5.000%	7.068%	-2.068%
Employee PEPRA percent of compensation ⁽¹⁾	6.250%	8.000%	-1.750%

⁽¹⁾ The PEPRA employee contribution rate is half of the total normal cost accrual rate rounded to the nearest 0.25% and is equal to the Non-PEPRA employee contribution rate if higher. The Non-PEPRA employee contribution rate is the greater of: (1) minimum of 5% and total contribution rate minus 10%, and (2) (maximum of 0 and total contribution rate minus 15%) x .50 plus 5%.

SECTION 1: VALUATION RESULTS

Summary Information (continued)

	<u>July 1, 2025</u>	<u>July 1, 2024</u>	<u>Change</u>
Entry Age Normal Accrued Liability	\$114,958,826	\$113,777,894	\$1,180,932
Funded Percentage	86.10%	77.34%	8.76%
Market Value of Plan Assets	\$98,982,627	\$87,997,830	\$10,984,797
Frozen Initial Liability Remaining Unfunded	\$9,361,428	\$10,679,770	(\$1,318,342)
Contributions Received	\$7,863,230	\$8,253,059	(\$389,829)
Benefits Paid	\$7,433,301	\$5,413,472	\$2,019,829

SECTION 1: VALUATION RESULTS

Annual Funding

The Plan sponsor has adopted the frozen initial liability method as its actuarial cost method, with costs allocated as a level percentage of future compensation. This funding method is described below.

Each year the present value of future benefits is determined by projecting the expected benefit payments in all future years for current employees and participants in pay status as of the valuation date. This projection is done by applying the actuarial assumptions to the current plan population. The current value of those future expected benefit payments is calculated using the assumed discount rate to arrive at the present value of future benefits (PVFB).

A portion of the PVFB has already been funded through previous contributions and investment return, reduced by previous benefit payments and expenses. This represents the current value of assets held by the Plan.

The portion of the PVFB not currently covered by Plan assets must come from future employer and employee contributions (offset by future plan investment and operational expenses). The total plan contributions are determined through the combination of an actuarial cost method and a funding policy. The funding policy is to contribute each year the normal cost plus an amount sufficient to amortize the unfunded liability as of July 1, 2007 over a period of 30 years.

As of July 1, 2007, the Plan's actuary determined what the Plan's assets would have been if (1) the Plan benefits had always been the same as they were then, (2) the Plan's actuarial

assumptions had always been met, and (3) contributions had always been an amount sufficient to fund the Plan benefits as a level percent of compensation from each employee's Plan entry date. This amount is known as the entry age normal accrued liability, and it was established as the frozen initial liability. The difference between the frozen initial liability as of July 1, 2007 and the Plan assets as of July 1, 2007 was established as the unfunded liability as of July 1, 2007. The funding policy adopted was to amortize this unfunded liability over a period of 30 years. Changes in assumptions or the terms of the Plan are amortized over a period of 30 years beginning at the effective date of the change.

To reflect expected future asset returns the interest rate assumption was lowered from 8.00% to 7.50% effective July 1, 2007.

Based on a reassessment of future returns, effective July 1, 2016 the interest rate assumption was again lowered from 7.50% to 7.00% which led to \$3,194,510 in additional liability.

Effective July 1, 2017 the interest rate assumption was further lowered from 7.00% to 6.50% which led to \$3,651,179 in additional liability.

Effective July 1, 2020 the disability, turnover, and mortality table assumptions were updated which led to \$1,341,613 in additional liability.

SECTION 1: VALUATION RESULTS

Annual Funding (continued)

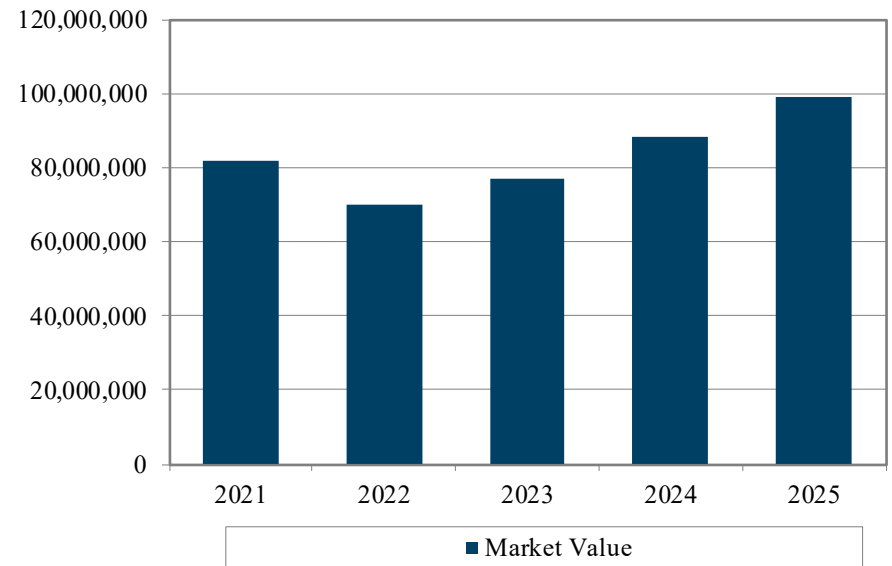
Assets

Assets at June 30, 2025

Equity Mutual Funds	\$3,885,528
Bond Mutual Funds	9,544,653
Public equity	0
Private Equity	83,693,140
Cash	<u>1,859,306</u>

Assets at Market Value **\$98,982,627**

Asset Values (June 30)



SECTION 1: VALUATION RESULTS

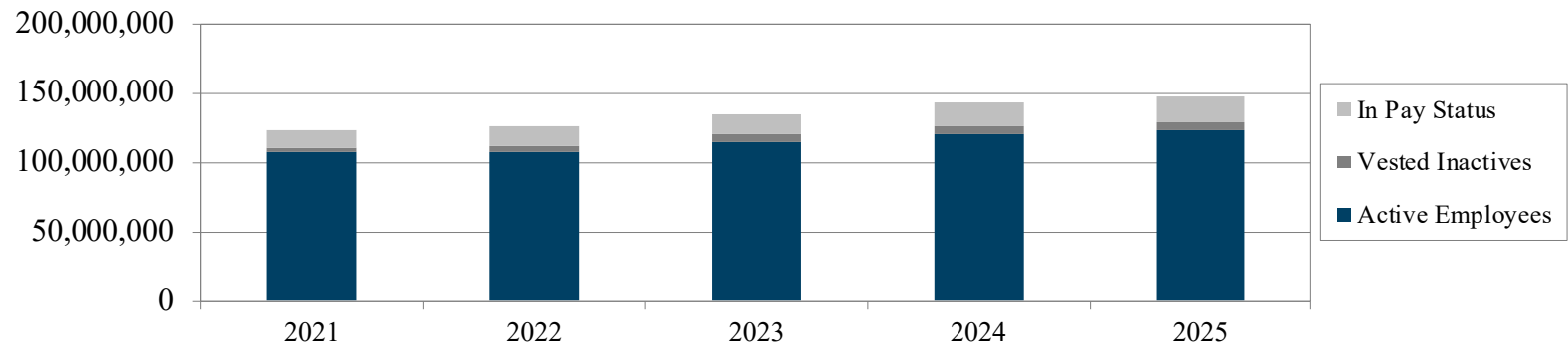
Annual Funding (continued)

Present Value of Future Benefits

In Pay Status ⁽¹⁾	\$17,925,660
Vested Inactives	5,885,559
Active Employees	<u>122,702,831</u>

Present Value of Future Benefits⁽²⁾ \$146,514,050

Historical Present Value of Future Benefits as of July 1



⁽¹⁾Retirees, disabled retirees and beneficiaries currently receiving payments.

⁽²⁾Increased \$3.9M from 2024 due to plan experience.

SECTION 1: VALUATION RESULTS

Frozen Initial Accrued Liability Remaining Unfunded at July 1, 2025

1. Frozen Initial Liability remaining unfunded July 1, 2024	\$10,679,770
2. Normal Cost as of July 1, 2024	5,729,798
3. Interest on (1) and (2) to June 30, 2025 at 6.5%	1,066,622
4. Employer contributions for the 2024/2025 Plan year	4,727,131
5. Interest on (4) to June 30, 2025 at 6.5%	151,213
6. Employee contributions for the 2024/2025 Plan year	3,136,099
7. Interest on (6) to June 30, 2025 at 6.5%	100,319
8. Increase due to assumption changes	0
9. Total FIL remaining unfunded as of July 1, 2025, = (1) + (2) + (3) – (4) – (5) – (6) – (7), not less than \$0 + (8)	\$9,361,428

SECTION 1: VALUATION RESULTS

Determination of Total Normal Cost

1. Present Value of Future Benefits	
A. Active Participants	\$122,702,831
B. Vested Inactives	5,885,559
C. In Pay Status	<u>17,925,660</u>
D. Total	\$146,514,050
2. Plan Assets	98,982,627
3. Frozen initial accrued liability remaining unfunded	9,361,428
4. Present value of future normal costs = (1D) - (2) - (3)	38,169,995
5. Present value of future salaries	325,443,769
6. Normal cost accrual rate = (4) / (5)	11.73%
7. Valuation compensation	40,727,830
8. Preliminary normal cost = (6) x (7)	4,777,374
9. Administrative Expenses	307,311
10. Total normal cost = (8) + (9)	\$5,084,685
11. Total normal cost accrual rate = (10) / (7)	12.48%

SECTION 1: VALUATION RESULTS

Determination of Contribution

Funding Policy

We understand that it is the Company’s policy to fund the normal cost plus an amount sufficient to amortize the unfunded accrued liability over 30 years from July 1, 2007. The contribution is made uniformly throughout the year.

	<u>Funding Policy</u>
1 Total normal cost for Plan year	\$5,084,685
2 Amortization of unfunded accrued liability:	
A. Initial unfunded remaining	1,320,119
B. Amortization period remaining (in years)	12
C. Amortization amount	151,929
D. Additional unfunded from assumption change	3,125,939
E. Amortization period	18
F. Amortization amount	281,348
G. Additional unfunded from interest rate change	1,851,397
H. Amortization period	21
I. Amortization amount	154,046
J. Additional unfunded from interest rate change	2,163,045
K. Amortization period	22
L. Amortization amount	176,072
M. Additional unfunded from assumption change	900,928
N. Amortization period	25
O. Amortization amount	69,352
3 Interest required for monthly contributions	189,289
4 Total annual contribution payable monthly = (1) + (2C) + (2F) + (2I) + (2L) + (2O) + (3)	6,106,721
5 Contribution as a percentage of compensation	14.994%

The contributions shown are the total required to meet the Company’s Funding Policy.

SECTION 1: VALUATION RESULTS

Actuarial Experience

A plan's actuarial liability is simply an estimate of the amount of funds required to pay benefits as they come due in the future. This estimate is based on assumptions about future events that impact the plan's funded status; events such as investment earnings on plan assets, how long retirees live, and the probability of an active member remaining in covered employment, among others. Each year the plan's funded status changes due to actual experience different from that anticipated by the actuarial assumptions. This difference is referred to as "actuarial experience."

There are two types of actuarial experience. "Actuarial gains" are generated when experience is more favorable than expected. Actuarial gains serve to improve the funded status of the plan. "Actuarial losses" occur when experience is less favorable than expected. Actuarial losses serve to lessen the funded status of the plan.

Actuarial experience is measured by performing an experience analysis. This analysis is important for two reasons. First, it tells the Plan Sponsor how and why the funded status changed from the prior year. Second, it allows the actuary to monitor whether the assumptions continue to be appropriate for valuing plan liabilities. Differences in actual experience compared to assumed are expected. However, a recurring trend of gains or losses from a particular assumption could indicate that the assumption should be modified.

The Plan's funding cost as a percentage of compensation for the July 1, 2025 Plan Year is 14.994% compared to 19.135% for the prior year. Plan experience decreased the funding cost by 4.141%.

SECTION 1: VALUATION RESULTS

Risk Assessment and Disclosure

Actuarial Measurements

An actuarial valuation provides a measurement of pension obligations and actuarially determined pension contributions. These measurements are based on assumptions about future events that impact the plan's funded status; events such as investment earnings on plan assets, how long retirees live, the probability of an active member remaining in covered employment, and the size and composition of the covered group, among others. It is important to understand the risk that the actual cost of a pension plan may differ significantly from the expected cost. In other words, it is important to understand the risks and impact of future plan experience differing from the actuarial assumptions.

Risks to Plan's Financial Status

There are a number of risks that sponsors may face when funding plan benefits, including the following:

- Investment Risk – The risk that investment returns will be different than expected.
- Demographic Risk – The potential that mortality or other demographic experience will be different than expected.
- Contribution Risk – The risk that contributions received will be different than expected possibly due to lower than expected employee contributions.

Long Beach Transit has always contributed the full policy requirement.

Plan Maturity

Plan maturity can have a significant effect on the impact of these risks on a plan's long-term funding requirements.

The number of active employees covered by a pension plan may be an indication of the level of company operations that generates the revenue required to fund the pension plan. As the number of inactive participants (retirees and vested terminated participants) grows compared to active employees, the plan becomes more mature. As a pension plan matures, the revenue generated by active employees may become smaller in proportion to pension plan liabilities making it more expensive on a per-capita basis for the plan sponsor to cover potential funding shortfalls.

In general, a less mature plan represents a lower financial risk to the plan sponsor and a more mature plan represents a higher financial risk.

Following are a number of maturity and risk measurements for the Plan for the current and prior year. A history of maturity and other risk assessment measures are shown in the Historical Information section of this report.

SECTION 1: VALUATION RESULTS

Risk Assessment and Disclosure

Active to Inactive Ratio (Support Ratio)

The number of active employees covered by a pension plan may be an indication of the level of company operations that generates the revenue required to fund the pension plan. As the number of inactive participants (retirees and vested terminated participants) grows compared to active employees, it becomes more expensive on a per-capita basis for the plan sponsor to cover potential funding shortfalls that may occur.

The ratio of active to inactive participants as of July 1, 2025 is 3.33.

	<u>2025</u>	<u>2024</u>
Inactive	178	170
Active	593	556
Ratio	3.33	3.27

These ratios are more than most pension plans due to lump sums paid from the Plan for participants hired prior to July 1, 2012.

Ratio of Inactive to Total Liability

Similar to the active to inactive ratio, a higher ratio of liabilities for inactive participants means it will be more expensive on a per-capita basis and the Plan Sponsor will have fewer remedies to address funding shortfalls.

	<u>2025</u>	<u>2024</u>
Inactive	\$23,811,219	\$22,831,426
Total	\$114,958,826	\$113,777,894
Ratio	20.7%	20.1%

These ratios are less than most pension plans due to lump sums paid from the Plan.

Historical Information

A history of these maturity measures and other risk assessment measures are shown in the Historical Information section of this report.

SECTION 2: COMMENTS AND CERTIFICATION

Certification

This is to certify that our valuation of the Plan as of July 1, 2025 has been performed in accordance with generally accepted actuarial principles and practices. In preparing this report, we have relied on financial information contained in unaudited financial statements and on participant census information supplied by the Plan sponsor. We did not audit the participant census information. However, we reviewed the data for reasonableness and internal consistency and found no reason to doubt its substantial accuracy.

To the best of our knowledge, the information supplied in this report is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In our opinion, each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer our best estimate of anticipated experience under the plan.

We understand that the actuarial assumptions are selected by the Plan sponsor, Long Beach Public Transportation Company. During the last ten plan years, historical rates of return on a geometric basis have averaged 6.14% while rates of return averaged 8.79% during the last five plan years. Effective July 1, 2017 the investment return assumption was lowered from 7.00% per annum to 6.50% per annum to better reflect past experience as well as future expected returns. Funding under alternative interest rate assumptions is shown starting on page 29 of this report.

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; increases or decreases expected as part of the natural operation of the methodology used for these measurements (such as the end of an amortization period or additional cost or contribution requirements based on the Plan's funded status); and changes in Plan provisions or applicable law. Due to the nature of this assignment, we did not perform an analysis of the potential range of such measurements.

SECTION 2: COMMENTS AND CERTIFICATION

Certification (continued)

This report has been prepared exclusively for the Retirement Plan for Contract Employees of Long Beach Public Transportation Company for the purposes stated herein.

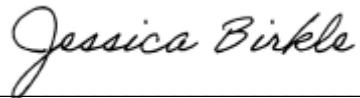
To the best of our knowledge, the information supplied in this report is complete and accurate.

We, Nancy Teague Lee and Jessica Birkle, are members of the American Academy of Actuaries and meet the Qualifications of the American Academy of Actuaries to render the actuarial opinions contained herein.



F.C.A., M.A.A.A

Nancy Teague Lee
Managing Actuary
Enrolled Actuary No. 23-07500



A.S.A., M.A.A.A

Jessica Birkle
Consulting Actuary
Enrolled Actuary No. 23-07693

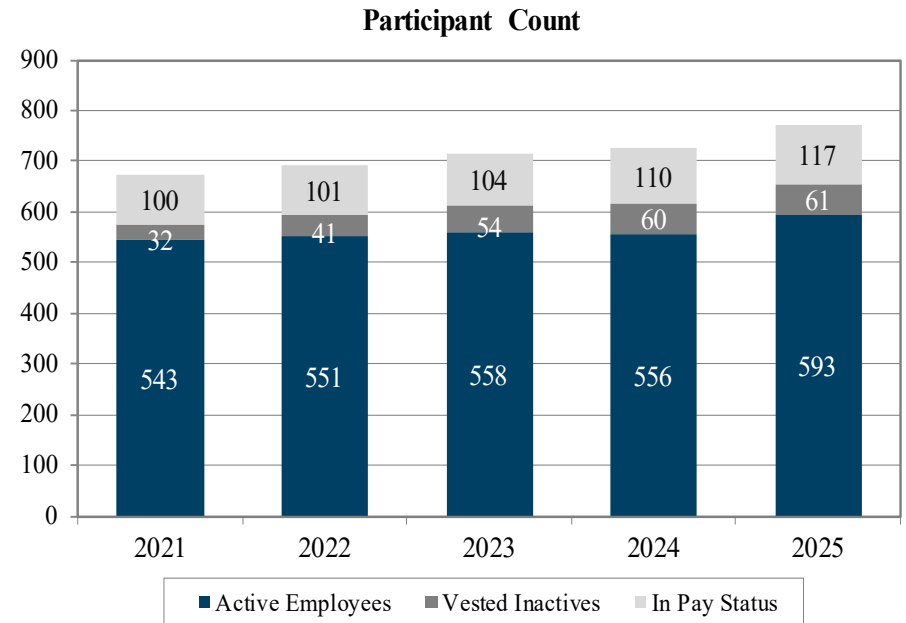
SECTION 3: SUPPLEMENTAL INFORMATION

Supplemental Information

SECTION 3: SUPPLEMENTAL INFORMATION

Participant Reconciliation

Active at June 30, 2024	556
Non-Vested Termination	(9)
Vested Termination	(18)
Retired Monthly	(4)
New Active	87
Rehire	1
Lump Sum Distribution	(10)
Return of Employee Contributions	(9)
Transferred Out	0
Transferred from Salaried Plan	0
Disabled Retirement	(1)
Deceased	<u>0</u>
Active at June 30, 2025	593
Vested Inactive at June 30, 2024	60
Vested Termination	18
Re-Entered Covered Employment	(1)
Retired Monthly	(6)
New Occupational Disabled	(1)
Data Correction	0
Deceased	0
Lump Sum Distribution	<u>(9)</u>
Vested Inactive at June 30, 2025	61
In Pay Status at June 30, 2024	110
New Retiree	10
New Beneficiary	0
Data Correction	0
Deceased / Expired	(5)
New Occupational Disabled	<u>2</u>
In Pay Status at June 30, 2025	117



SECTION 3: SUPPLEMENTAL INFORMATION

Active Participant Data

Attained Age	Years of Credited Service																				Total			
	Under 1		1 to 4		5 to 9		10 to 14		15 to 19		20 to 24		25 to 29		30 to 34		35 to 39		Over 40		No.	Avg.		
	No.	Comp.	No.	Comp.	No.	Comp.	No.	Comp.	No.	Comp.	No.	Comp.	No.	Comp.	No.	Comp.	No.	Comp.	No.	Comp.	No.	Comp.		
Under 25	0	0	14	57,670	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	14	57,670
25 to 29	0	0	42	57,958	5	74,859	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	47	59,756
30 to 34	0	0	41	58,876	19	74,781	3	76,767	0	0	0	0	0	0	0	0	0	0	0	0	0	0	63	64,525
35 to 39	0	0	34	58,083	17	74,370	10	72,119	1	84,078	0	0	0	0	0	0	0	0	0	0	0	0	62	65,232
40 to 44	0	0	23	57,072	14	73,598	6	72,700	13	59,113	7	38,085	1	92,272	0	0	0	0	0	0	0	0	64	61,040
45 to 49	0	0	26	56,095	9	74,859	10	67,155	10	79,219	9	67,839	4	87,030	0	0	0	0	0	0	0	0	68	66,980
50 to 54	0	0	18	56,569	13	71,438	7	75,125	12	77,224	13	69,157	9	68,630	2	48,649	0	0	0	0	0	0	74	67,750
55 to 59	0	0	11	58,312	9	67,679	13	78,748	18	72,748	17	77,610	16	67,051	3	70,566	6	44,686	0	0	0	0	93	69,416
60 to 64	0	0	9	60,299	9	70,482	10	80,096	12	73,960	15	71,393	13	84,283	7	59,638	5	77,241	1	82,753	81	73,068	81	73,068
65 to 69	0	0	3	64,764	2	74,859	5	78,327	1	50,353	2	85,198	5	75,140	1	78,963	1	84,241	0	0	20	74,765	20	74,765
70 & up	0	0	1	59,883	2	50,482	0	0	1	82,160	0	0	0	0	1	72,968	0	0	2	78,008	7	67,427	7	67,427
Total	0	0	222	57,919	99	72,589	64	75,023	68	72,072	63	68,839	48	75,047	14	62,743	12	61,547	3	79,590	593	66,681	593	66,681

Average Age: 47.32 years

Average Credited Service: 11.72 years

SECTION 3: SUPPLEMENTAL INFORMATION

Vested Inactive Data

Monthly Accrued Benefit	Number
Under \$100	1
100 to 199	1
200 to 299	7
300 to 399	6
400 to 499	11
500 to 599	1
600 to 699	3
700 to 799	4
800 to 899	1
900 to 999	2
1,000 to 1,099	0
1,100 to 1,199	0
1,200 to 1,299	0
1,300 to 1,399	0
1,400 to 1,499	2
1,500 to 1,599	0
1,600 to 1,699	2
1,700 or more	20
Total	61

Age	Number
Under 30	0
30 to 34	10
35 to 39	12
40 to 44	7
45 to 49	5
50 to 54	5
55 to 59	2
60 to 64	12
65 or over	8
Total	61

Average Age: 49.02 years

Average Accrued Benefit: \$1,404.89

SECTION 3: SUPPLEMENTAL INFORMATION

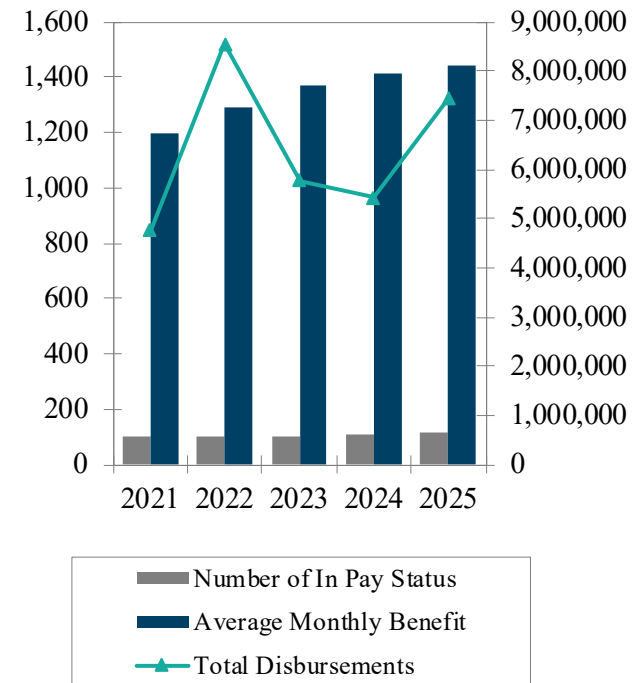
Retiree Data

Monthly Benefit ⁽¹⁾	Number
Under \$100	0
100 to 199	0
200 to 299	3
300 to 399	3
400 to 499	2
500 to 599	3
600 to 699	7
700 to 799	9
800 to 899	5
900 to 999	5
1,000 to 1,099	3
1,100 to 1,199	9
1,200 to 1,299	5
1,300 to 1,399	7
1,400 to 1,499	2
1,500 to 1,599	5
1,600 to 1,699	4
1,700 or over	28
Total	100

Age ⁽¹⁾	Number
Under 55	3
55 to 59	2
60 to 64	15
65 to 69	31
70 to 74	29
75 to 79	13
80 to 84	6
85 to 89	0
90 or over	1
Total	100

Average Age: 69.49 years
New Retirees: 63.50 years

Average Benefit: \$1,439.38
New Retirees: \$1,247.87



⁽¹⁾ Data excludes 17 beneficiaries who are included in the plan's liabilities.

SECTION 3: SUPPLEMENTAL INFORMATION

Asset Information

Market Value of Assets at July 1, 2024		\$87,997,830
Employer Contributions		\$4,727,131
Employee Contributions		\$3,136,099
Net Investment Income		
Interest	\$18,269	
Dividends	789,222	
Capital Gains Distributions	0	
Unrealized Gain (Loss)	6,562,008	
Realized Gain (Loss)	<u>3,492,680</u>	
Net Investment Income		\$10,862,179
Benefit Payments		(\$7,433,301)
Direct Administrative Costs		(87,934)
Other Administrative Costs		(219,377)
Asset Transfer to Salaried Plan		<u>0</u>
Market Value of Assets at June 30, 2025		\$98,982,627

SECTION 3: SUPPLEMENTAL INFORMATION

Present Value of Accumulated Plan Benefits⁽¹⁾

Reconciliation of Actuarial Present Value of Accumulated Plan Benefits	Actuarial Present Value of Vested and Non-Vested Accumulated Plan Benefits																								
<table border="0" style="width: 100%;"> <tr> <td style="width: 35%;">Actuarial Present Value of Accumulated Plan Benefits at June 30, 2024</td> <td style="width: 15%; text-align: right;">\$89,351,645</td> </tr> <tr> <td>Benefits Accumulated and Actuarial Experience During the Year</td> <td style="text-align: right;">\$5,739,678</td> </tr> <tr> <td>Increase for Interest</td> <td style="text-align: right;">5,570,078</td> </tr> <tr> <td>Benefits Paid</td> <td style="text-align: right;">(7,433,301)</td> </tr> <tr> <td>Net Increase/(Decrease)</td> <td style="text-align: right;"><u>3,876,455</u></td> </tr> <tr> <td>Actuarial Present Value of Accumulated Plan Benefits at June 30, 2025</td> <td style="text-align: right;">\$93,228,100</td> </tr> </table>	Actuarial Present Value of Accumulated Plan Benefits at June 30, 2024	\$89,351,645	Benefits Accumulated and Actuarial Experience During the Year	\$5,739,678	Increase for Interest	5,570,078	Benefits Paid	(7,433,301)	Net Increase/(Decrease)	<u>3,876,455</u>	Actuarial Present Value of Accumulated Plan Benefits at June 30, 2025	\$93,228,100	<table border="0" style="width: 100%;"> <tr> <td colspan="2">Vested Benefits</td> </tr> <tr> <td style="padding-left: 20px;">Participants Currently Receiving Benefits</td> <td style="text-align: right;">\$17,925,660</td> </tr> <tr> <td style="padding-left: 20px;">Other Participants</td> <td style="text-align: right;"><u>73,615,135</u></td> </tr> <tr> <td style="padding-left: 20px;">Vested Benefits</td> <td style="text-align: right;">\$91,540,795</td> </tr> <tr> <td>Non-Vested Benefits</td> <td style="text-align: right;"><u>1,687,305</u></td> </tr> <tr> <td>Actuarial Present Value of Accumulated Plan Benefits at June 30, 2025</td> <td style="text-align: right;">\$93,228,100</td> </tr> </table>	Vested Benefits		Participants Currently Receiving Benefits	\$17,925,660	Other Participants	<u>73,615,135</u>	Vested Benefits	\$91,540,795	Non-Vested Benefits	<u>1,687,305</u>	Actuarial Present Value of Accumulated Plan Benefits at June 30, 2025	\$93,228,100
Actuarial Present Value of Accumulated Plan Benefits at June 30, 2024	\$89,351,645																								
Benefits Accumulated and Actuarial Experience During the Year	\$5,739,678																								
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Net Increase/(Decrease)	<u>3,876,455</u>																								
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Vested Benefits																									
Participants Currently Receiving Benefits	\$17,925,660																								
Other Participants	<u>73,615,135</u>																								
Vested Benefits	\$91,540,795																								
Non-Vested Benefits	<u>1,687,305</u>																								
Actuarial Present Value of Accumulated Plan Benefits at June 30, 2025	\$93,228,100																								

⁽¹⁾ Value of benefits earned by current participants based on pay and service through the valuation date. Approximation of amount due to participants if the plan terminated as of July 1, 2025 and settled all obligations at 6.50%.

SECTION 3: SUPPLEMENTAL INFORMATION

Summary of Plan Provisions

Plan Type: Public Pension Plan.

Plan Effective Date: June 30, 1979.

Plan Year: July 1 – June 30.

Participation: All full-time employees are eligible on their date of employment.

Average Monthly Final Earnings: 60 month average of compensation out of the last 10 calendar years of employment.

Adjusted Monthly Final Earnings (AMFE): Average Monthly Final Earnings less \$500 if average is at least \$500. AMFE is \$0 if Average Monthly Final Earnings is less than \$500.

Normal Retirement Age: Age 64 with 10 Years of Service.

Monthly Normal Retirement Benefit: Years of Service (not to exceed 40 years) times the sum of 1.23% of the first \$500 of Average Monthly Final Earnings plus 1.70% of AMFE. Participants retiring on or after age 54 with 10 Years of Service are entitled to a 15% increase in their benefit.

Years of Service: One year of service is granted for each 12 months of consecutive service in which an employee works at least one hour in each month.

Normal Form of Benefit: Lifetime payments to retiree.

Early Retirement Age: Age 54 with 10 Years of Service.

Early Retirement Benefit: Accrued benefit reduced 5.0% for each year preceding age 64 (prorated for partial years). The benefit is increased 15% for employees eligible for retirement at termination.

Late Retirement Benefit: A participant retiring after Normal Retirement Age is entitled to a benefit based on years of service as of retirement and final average pay based on salary as of the Normal Retirement Age.

Vesting: 5 Years of Service.

Break-in-Service: 12 consecutive month period during which an employee does not work at least one hour.

Permanent Break-in-Service: 5 consecutive 1-year breaks-in-service.

Disability Retirement Eligibility: Disabled while an active employee with 10 Years of Service.

Monthly Occupational Disability Benefit: Years of Service (at least 5 years) at time of disability times the sum of 1.16% of the first \$500 of Average Monthly Final Earnings plus 1.60% of AMFE. Benefit is payable immediately.

SECTION 3: SUPPLEMENTAL INFORMATION

Summary of Plan Provisions (continued)

Monthly Total and Permanent Disability Benefit: Monthly Normal Retirement Benefit based on AMFE and Years of Service as of date of disability. Benefit is payable immediately without reduction for early commencement.

Monthly Pre-Retirement Death Eligibility: Vested or eligible for Early or Normal Retirement and married.

Pre-Retirement Death Benefit: Surviving spouse will receive an annuity equal to 50% of the amount the participant would have received under the 50% joint and survivor form of payment if he/she had terminated on the day before death and survived to early retirement age.

Post-Retirement Death Benefit: Survivor benefit, if any, based on the form of payment in effect at time of death. In addition, the beneficiary is entitled to receive the excess of total employee contributions over the total amount of payments received by the retiree.

Optional Forms of Benefit Payment: 50%, 75%, or 100% joint and survivor annuity, period certain installment payments, annuity purchase or lump sum. The lump sum option is not available for participants who were hired on or after July 1, 2012.

Return of Employee Contributions: Non-vested participants are entitled to a return of their contributions upon termination from the plan.

Plan Provisions Excluded from Measurement: None.

Changes Since Prior Valuation: None.

SECTION 3: SUPPLEMENTAL INFORMATION

Actuarial Method and Assumptions

Actuarial Cost Method: Frozen Initial Liability.

Actuarial Assumptions:

Interest Discount Rate: 6.50% compounded annually.

Investment Yield: 6.50% compounded annually.

Administrative Expenses: Actual administrative expenses for the prior year are added to normal cost as of the beginning of the year. For 2025, the administrative expense assumption is \$307,311.

Employee Contribution Interest Credit: 5.00% compounded annually.

Salary Increases: 3.00% per year.

Lump Sums: 4.50% interest; 2025 IRS Applicable Mortality Table.

Mortality: For funding:

Healthy: PRI-2012 Blue Collar Mortality Table Projected with Scale MP-2019.

Disabled: PRI-2012 Disabled Mortality Table Projected with Scale MP-2019.

SECTION 3: SUPPLEMENTAL INFORMATION

Actuarial Method and Assumptions (continued)

Termination Before Retirement: Sample rates are shown below:

<u>Age</u>	<u>Turnover Rate</u>
20	8.00%
25	7.80
30	7.30
35	6.30
40	5.40
45	4.40
50	3.70
55	3.50
60	3.50

Disability: Sample rates are shown below:

<u>Age</u>	<u>Disability Rate</u>
20	0.00%
25	0.00
30	0.00
35	0.00
40	0.20
45	0.30
50	0.55
55	0.50
60	0.30

Retirement: All active participants, inactive vested participants and future inactive vested participants are assumed to retire at age 64 after completion of 10 years of service.

SECTION 3: SUPPLEMENTAL INFORMATION

Actuarial Method and Assumptions (continued)

Marital Status: 80% of non-retired participants are married. Female spouse is assumed to be three years younger than male spouse.

Form of Payment: 80% of active participants hired prior to July 1, 2012 are assumed to elect the lump sum option. The remaining 20% of active participants hired prior to July 1, 2012 and all actives hired on or after July 1, 2012 are assumed to elect the single life annuity. Vested Terminated participants are assumed to elect the single life annuity.

Unknown Data: Participants with unreported data, such as missing birthdates, are assumed to have the same characteristics as similar participants. If not specified, participants are assumed to be male.

Asset Valuation Method: Market value.

Changes Since Prior Valuation: None.

SECTION 3: SUPPLEMENTAL INFORMATION

Rationale for Major Assumptions

Interest Rate/Investment Yield: Long Beach Public Transportation Company is responsible for the selection of this assumption.

Mortality, Termination, and Retirement: With concurrence from Long Beach Public Transportation Company, based on recent Plan experience which is monitored and analyzed annually.

SECTION 3: SUPPLEMENTAL INFORMATION

Six-Year Plan Overview

	Plan Year Beginning July 1					
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Funding Policy Contribution						
Percentage of Covered Compensation	14.994%	19.135%	21.009%	20.897%	16.184%	22.451%
Annual Amount Paid Monthly	\$6,106,721	\$6,865,641	\$7,088,470	\$6,691,544	\$4,857,598	\$7,172,282
Covered Compensation	40,727,830	35,879,344	33,739,794	32,022,263	30,014,658	31,946,238
Market Value of Assets	98,982,627	87,997,830	76,721,202	69,897,651	81,807,082	63,776,866
Present Value of Vested Benefits	91,540,795	87,785,424	83,443,372	77,539,949	75,750,009	71,163,742
Present Value of Accumulated Benefits	93,228,100	89,351,645	84,943,186	79,214,264	77,520,120	72,856,440
Number of Active Participants	593	556	558	551	543	571
Number of Vested Terminees	61	60	54	41	32	23
Number of Retirees	117	110	104	101	100	91

Amounts are based on total employer plus employee contributions.

SECTION 3: SUPPLEMENTAL INFORMATION

**Determination of 2025 Total Normal Cost
Estimated Impact of Interest Rate Assumption Change**

	Current <u>6.50% Interest</u>	<u>6.00% Interest</u>	<u>5.50% Interest</u>	<u>5.00% Interest</u>
1 Present Value of Future Benefits				
A. Active Participants	122,702,831	131,248,259	140,986,766	152,145,380
B. Vested Inactives	5,885,559	6,362,391	6,907,516	7,533,778
C. In Pay Status	<u>17,925,660</u>	<u>18,622,209</u>	<u>19,370,014</u>	<u>20,174,249</u>
D. Total	146,514,050	156,232,859	167,264,296	179,853,407
2 Plan Assets	98,982,627	98,982,627	98,982,627	98,982,627
3 Frozen initial accrued liability remaining unfunded	9,361,428	14,379,434	19,820,481	25,734,642
4 Present value of future normal costs = (1) - (2) - (3)	38,169,995	42,870,798	48,461,188	55,136,138
5 Present value of future salaries	325,443,769	335,968,217	347,229,060	359,298,525
6 Normal cost accrual rate = (4) / (5)	11.73%	12.76%	13.96%	15.35%
7 Valuation compensation	40,727,830	40,727,830	40,727,830	40,727,830
8 Preliminary normal cost = (6) x (7)	4,777,374	5,196,871	5,685,605	6,251,722
9 Administrative Expenses	307,311	307,311	307,311	307,311
10 Total normal cost = (8) + (9)	5,084,685	5,504,182	5,992,916	6,559,033
11 Total normal cost accrual rate = (10) / (7)	12.48%	13.51%	14.71%	16.10%

SECTION 3: SUPPLEMENTAL INFORMATION

**Determination of 2025 Contribution Under Funding Policy
Estimated Impact of Interest Rate Assumption Change With 30 Year Amortization**

	<u>Current</u>			
	<u>6.50% Interest</u>	<u>6.00% Interest</u>	<u>5.50% Interest</u>	<u>5.00% Interest</u>
1 Total normal cost for Plan year	5,084,685	5,504,182	5,992,916	6,559,033
2 Amortization of unfunded accrued liability:				
A. Initial unfunded remaining	1,320,119	1,320,119	1,320,119	1,320,119
B. Amortization period remaining (in years)	12	12	12	12
C. Amortization amount	151,929	148,547	145,187	141,850
D. Assumption changes at July 1, 2013	3,125,939	3,125,939	3,125,939	3,125,939
E. Amortization period	18	18	18	18
F. Amortization amount	281,348	272,359	263,468	254,678
G. Assumption change at July 1, 2016	1,851,397	1,851,397	1,851,397	1,851,397
H. Amortization period	21	21	21	21
I. Amortization amount	154,046	148,469	142,961	137,525
J. Assumption change at July 1, 2017	2,163,045	2,163,045	2,163,045	2,163,045
K. Amortization period	22	22	22	22
L. Amortization amount	176,072	169,463	162,938	156,503
M. Assumption changes at July 1, 2020	900,928	900,928	900,928	900,928
N. Amortization period	25	25	25	25
O. Amortization amount	69,352	66,487	63,662	60,879
P. Interest change at July 1, 2025	N/A	5,018,006	10,459,053	16,373,214
Q. Amortization period	N/A	30	30	30
R. Amortization amount	N/A	343,918	682,122	1,014,382
3 Interest required for monthly contributions	189,289	196,695	202,221	205,583
4 Total annual contribution payable monthly = (1)+(2C)+(2F)+(2I)+(2L)+(2O)+(2R)+(3)	6,106,721	6,850,120	7,655,475	8,530,433
A. Employer Non-PEPRA Employee Contribution	1,799,788	1,964,626	2,142,807	2,336,276
B. Employer PEPRA Employee Contribution	1,986,553	2,287,639	2,623,292	2,940,973
C. Non-PEPRA Employee Contribution	900,440	1,064,320	1,242,246	1,435,661
D. PEPRA Employee Contribution	1,419,940	1,533,535	1,647,130	1,817,523
5 Contribution as a percentage of payroll	14.994%	16.819%	18.797%	20.945%
A. Employer Non-PEPRA Employee Contribution	9.994%	10.909%	11.899%	12.973%
B. Employer PEPRA Employee Contribution	8.744%	10.069%	11.547%	12.945%
C. Non-PEPRA Employee Contribution	5.000%	5.910%	6.898%	7.972%
D. PEPRA Employee Contribution	6.250%	6.750%	7.250%	8.000%

SECTION 3: SUPPLEMENTAL INFORMATION

**Determination of 2025 Contribution Under Funding Policy
Estimated Impact of Interest Rate Assumption Change With 20 Year Amortization**

	<u>Current</u> <u>6.50% Interest</u>	<u>6.00% Interest</u>	<u>5.50% Interest</u>	<u>5.00% Interest</u>
1 Total normal cost for Plan year	5,084,685	5,504,182	5,992,916	6,559,033
2 Amortization of unfunded accrued liability:				
A. Initial unfunded remaining	1,320,119	1,320,119	1,320,119	1,320,119
B. Amortization period remaining (in years)	2	2	2	2
C. Amortization amount	680,836	679,285	677,725	676,159
D. Assumption changes at July 1, 2013	3,125,939	3,125,939	3,125,939	3,125,939
E. Amortization period	8	8	8	8
F. Amortization amount	482,062	474,895	467,747	460,620
G. Assumption change at July 1, 2016	1,851,397	1,851,397	1,851,397	1,851,397
H. Amortization period	11	11	11	11
I. Amortization amount	226,088	221,457	216,852	212,274
J. Assumption change at July 1, 2017	2,163,045	2,163,045	2,163,045	2,163,045
K. Amortization period	12	12	12	12
L. Amortization amount	248,939	243,398	237,892	232,425
M. Assumption changes at July 1, 2020	900,928	900,928	900,928	900,928
N. Amortization period	15	15	15	15
O. Amortization amount	89,968	87,511	85,076	82,664
P. Interest change at July 1, 2025	N/A	5,018,006	10,459,053	16,373,214
Q. Amortization period	N/A	20	20	20
R. Amortization amount	N/A	412,729	829,580	1,251,266
3 Interest required for monthly contributions	217,923	225,372	230,833	233,972
4 Total annual contribution payable monthly = (1)+(2C)+(2F)+(2I)+(2L)+(2O)+(2R)+(3)	7,030,501	7,848,829	8,738,621	9,708,413
A. Employer Non-PEPRA Employee Contribution	2,004,621	2,185,536	2,382,262	2,596,628
B. Employer PEPRA Employee Contribution	2,501,821	2,756,955	3,005,274	3,275,631
C. Non-PEPRA Employee Contribution	1,104,119	1,285,107	1,481,763	1,696,248
D. PEPRA Employee Contribution	1,419,940	1,621,231	1,869,322	2,139,906
5 Contribution as a percentage of payroll	17.262%	19.271%	21.456%	23.837%
A. Employer Non-PEPRA Employee Contribution	11.131%	12.135%	13.228%	14.418%
B. Employer PEPRA Employee Contribution	11.012%	12.135%	13.228%	14.418%
C. Non-PEPRA Employee Contribution	6.131%	7.136%	8.228%	9.419%
D. PEPRA Employee Contribution	6.250%	7.136%	8.228%	9.419%

SECTION 3: SUPPLEMENTAL INFORMATION

**Determination of 2025 Contribution Under Funding Policy
Estimated Impact of Interest Rate Assumption Change With 10 Year Amortization**

	Current			
	<u>6.50% Interest</u>	<u>6.00% Interest</u>	<u>5.50% Interest</u>	<u>5.00% Interest</u>
1 Total normal cost for Plan year	5,084,685	5,504,182	5,992,916	6,559,033
2 Amortization of unfunded accrued liability:				
A. Initial unfunded remaining	0	0	0	0
B. Amortization period remaining (in years)	0	0	0	0
C. Amortization amount	0	0	0	0
D. Assumption changes at July 1, 2013	0	0	0	0
E. Amortization period	0	0	0	0
F. Amortization amount	0	0	0	0
G. Assumption change at July 1, 2016	1,851,397	1,851,397	1,851,397	1,851,397
H. Amortization period	1	1	1	1
I. Amortization amount	1,851,397	1,851,397	1,851,397	1,851,397
J. Assumption change at July 1, 2017	2,163,045	2,163,045	2,163,045	2,163,045
K. Amortization period	2	2	2	2
L. Amortization amount	1,115,566	1,113,023	1,110,468	1,107,901
M. Assumption changes at July 1, 2020	900,928	900,928	900,928	900,928
N. Amortization period	5	5	5	5
O. Amortization amount	203,563	201,771	199,977	198,183
P. Interest change at July 1, 2025	N/A	5,018,006	10,459,053	16,373,214
Q. Amortization period	N/A	10	10	10
R. Amortization amount	N/A	643,195	1,315,241	2,019,434
3 Interest required for monthly contributions	264,071	275,337	284,071	289,820
4 Total annual contribution payable monthly = (1)+(2C)+(2F)+(2I)+(2L)+(2O)+(2R)+(3)	8,519,282	9,588,905	10,754,070	12,025,768
A. Employer Non-PEPRA Employee Contribution	2,333,594	2,570,160	2,827,627	3,108,919
B. Employer PEPRA Employee Contribution	2,944,160	3,242,461	3,567,343	3,921,988
C. Non-PEPRA Employee Contribution	1,433,320	1,669,775	1,927,481	2,208,598
D. PEPRA Employee Contribution	1,808,208	2,106,509	2,431,619	2,786,263
5 Contribution as a percentage of payroll	20.918%	23.544%	26.405%	29.527%
A. Employer Non-PEPRA Employee Contribution	12.959%	14.272%	15.702%	17.263%
B. Employer PEPRA Employee Contribution	12.959%	14.272%	15.702%	17.263%
C. Non-PEPRA Employee Contribution	7.959%	9.272%	10.703%	12.264%
D. PEPRA Employee Contribution	7.959%	9.272%	10.703%	12.264%

SECTION 3: SUPPLEMENTAL INFORMATION

Determination of contribution

Funding Policy

We understand that it is the Company's policy to fund the normal cost plus an amount sufficient to amortize the unfunded accrued liability over 30 years from July 1, 2007. The contribution is made uniformly throughout the year.

	<u>Funding Policy</u>	<u>20 Year Eff. July 1, 2007</u>	<u>10 Year Eff. July 1, 2007</u>
1 Total normal cost for Plan year	\$5,084,685	\$5,084,685	\$5,084,685
2 Amortization of unfunded accrued liability:			
A. Initial unfunded remaining	1,320,119	1,320,119	0
B. Amortization period remaining (in years)	12	2	0
C. Amortization amount	151,929	680,836	0
D. Additional unfunded from assumption change	3,125,939	3,125,939	0
E. Amortization period	18	8	0
F. Amortization amount	281,348	482,062	0
G. Additional unfunded from interest rate change	1,851,397	1,851,397	1,851,397
H. Amortization period	21	11	1
I. Amortization amount	154,046	226,088	1,851,397
J. Additional unfunded from interest rate change	2,163,045	2,163,045	2,163,045
K. Amortization period	22	12	2
L. Amortization amount	176,072	248,939	1,115,566
M. Additional unfunded from assumption change	900,928	900,928	900,928
N. Amortization period	25	15	5
O. Amortization amount	69,352	89,968	203,563
3 Interest required for monthly contributions	189,289	217,923	264,071
4 Total annual contribution payable monthly = (1) + (2C) + (2F) + (2I) + (2L) + (2O) + (3)	6,106,721	7,030,501	8,519,282
5 Contribution as a percentage of compensation	14.994%	17.262%	20.918%

SECTION 4: HISTORICAL INFORMATION

An actuarial valuation provides a measurement of pension obligations and actuarially determined pension contributions. These measurements are based on assumptions about future events that impact the plan's funded status; events such as investment earnings on plan assets, how long retirees live, the probability of an active member remaining in covered employment, and the size and composition of the covered group, among others. It is important to understand the risks that the actual cost of a pension plan may differ significantly from the expected cost of a pension plan. In other words, it is important to understand the risks and impact of future plan experience differing from the actuarial assumptions.

The effect of various risks on a plan's long-term funding requirements will depend on the maturity of the plan. Plan maturity, risk factors and the plan's financial condition change over time depending on plan experience, how actual experience has differed from that anticipated by the actuarial assumptions and by changes in the underlying actuarial assumptions. It is informative to see how these measures have changed over time.

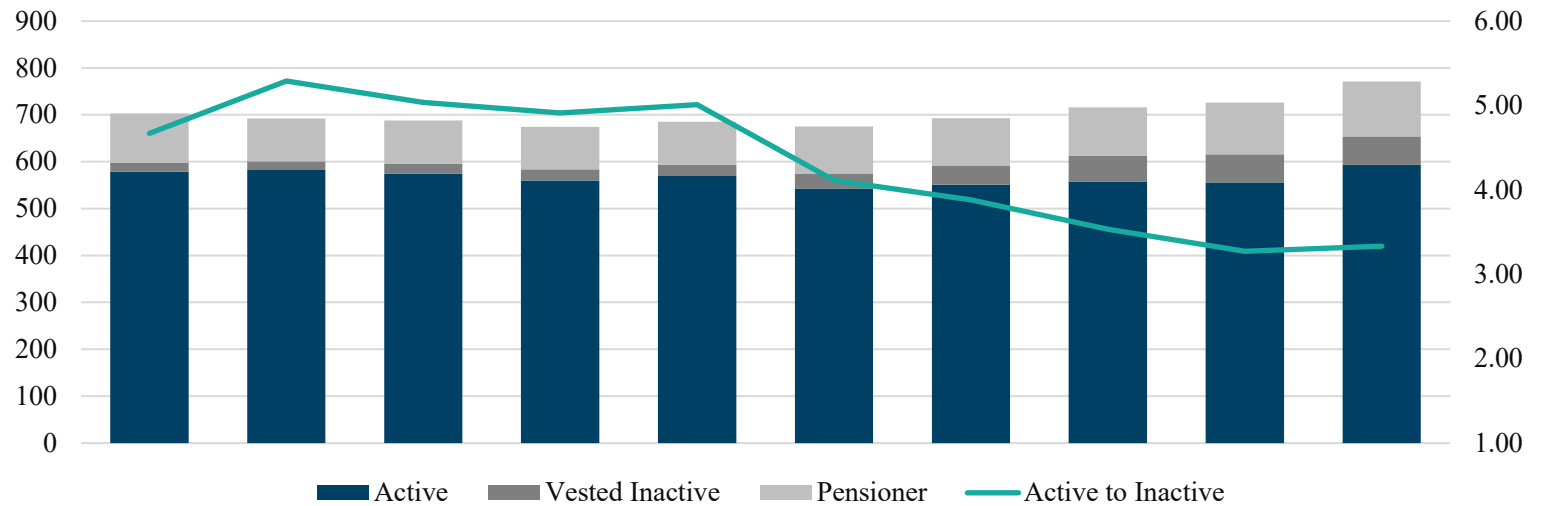
The following pages examine the history of a number of maturity measures, risk measures and other financial information.

- Ratio of Active to Inactive Participants
- Ratio of Inactive Liability to Total Liability
- Investment Return
- Funded Percentage
- Funding Policy Contribution
- Cash Flows

SECTION 4: HISTORICAL INFORMATION

Ratio of Active to Inactive Participants

The number of active employees covered by a pension plan may be an indication of the level of company operations that generates the revenue required to fund the pension plan. As the number of inactive participants (retirees and vested terminated participants) grows compared to active employees, it becomes more expensive on a per-capita basis for the plan sponsor to cover potential funding shortfalls that may occur. As of July 1, 2025 the active to inactive ratio for this Plan is 3.33.

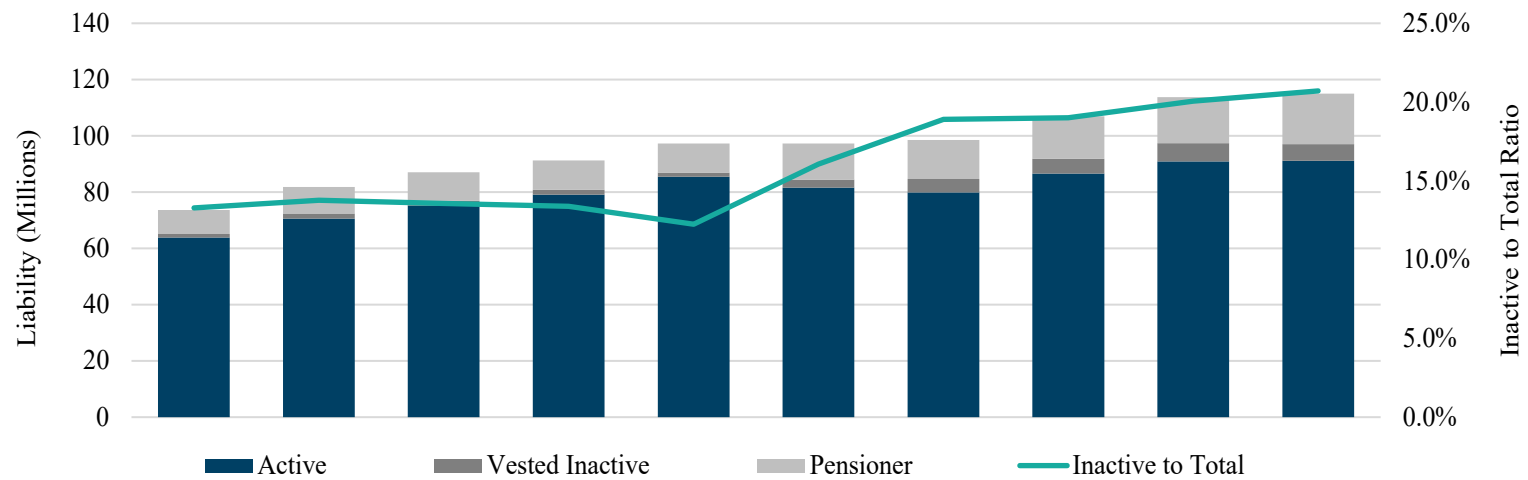


July 1,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Pensioner	105	91	93	90	91	100	101	104	110	117
Vested Inactive	19	19	21	24	23	32	41	54	60	61
Active	579	582	574	560	571	543	551	558	556	593
Total	703	692	688	674	685	675	693	716	726	771
Active to Inactive	4.67	5.29	5.04	4.91	5.01	4.11	3.88	3.53	3.27	3.33

SECTION 4: HISTORICAL INFORMATION

Ratio of Inactive Liability to Total Liability

Another measure of a plan’s maturity is the ratio of liability for inactive participants to liability for all participants. Similar to the inactive to active ratio, as the ratio of liabilities for inactive participants increases, it will be more expensive on a per-capita basis and the Plan Sponsor will have fewer remedies to address funding shortfalls. As of July 1, 2025 the ratio of inactive liability to total liability for this Plan is 20.7%.

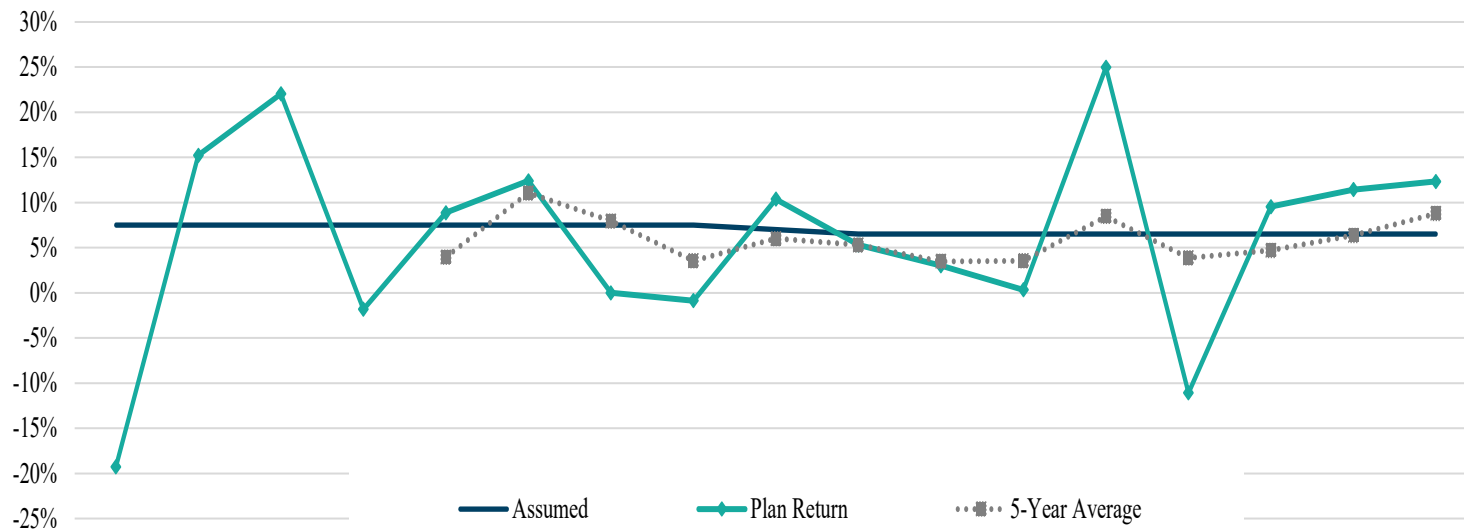


July 1,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Pensioner	8.5	9.5	10.1	10.6	10.4	12.8	13.9	15.2	16.4	17.9
Vested Inactive	1.3	1.8	1.7	1.7	1.5	2.8	4.7	5.2	6.4	5.9
Active	63.8	70.5	75.2	79.1	85.4	81.6	79.9	86.6	90.9	91.2
Total	73.6	81.8	87.0	91.3	97.3	97.2	98.5	107.0	113.8	115.0
Inactive to Total	13.3%	13.8%	13.6%	13.4%	12.2%	16.1%	18.9%	19.0%	20.1%	20.7%

SECTION 4: HISTORICAL INFORMATION

Investment Return

The long-term investment return assumption was 7.50% for plan years ending from 2009 through 2016, was updated to 7.00% for the plan year ending in 2017 and updated to 6.50% for plan years ending 2018 and thereafter. The return assumption is net of investment expenses. A Plan’s ability to meet the benefit requirements is largely determined by its ability to earn the assumed rate of return over the long term. Returns over the past 17 years are shown below.

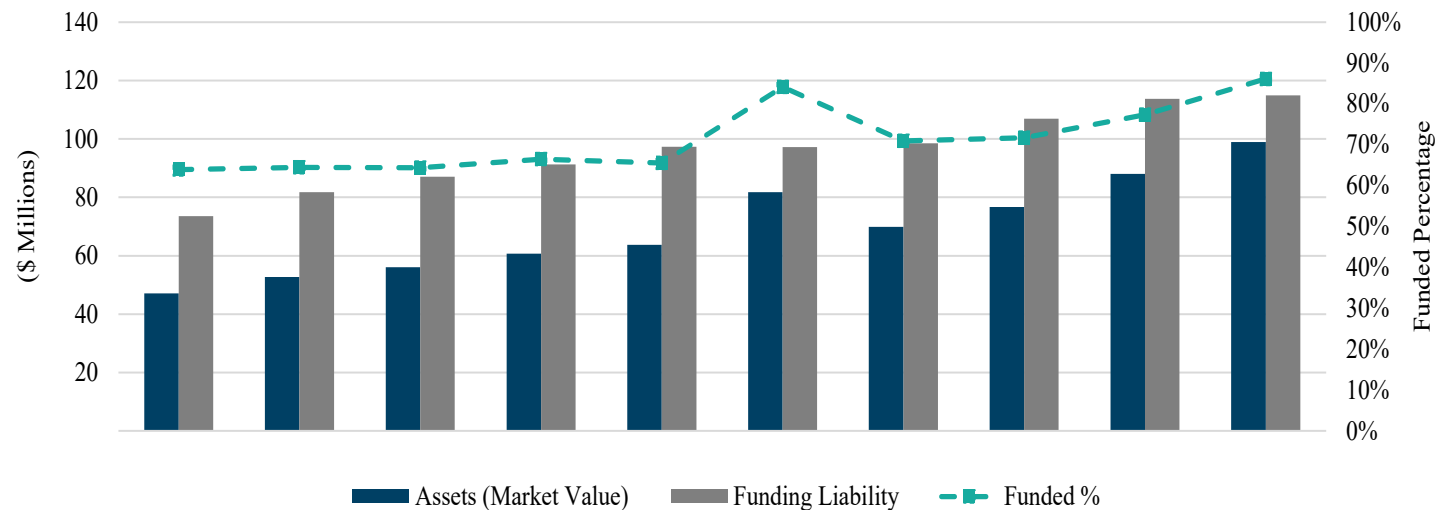


Plan Year End	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Assumed	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.00	6.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50
Plan Return	-19.26	15.22	22.03	-1.82	8.86	12.39	0.00	-0.87	10.37	5.30	2.99	0.33	24.96	-11.08	9.54	11.43	12.34
5-Year Average					3.94	11.05	7.95	3.55	6.01	5.30	3.48	3.55	8.46	3.87	4.69	6.36	8.79

SECTION 4: HISTORICAL INFORMATION

Funded Percentage

One measure of a plan’s financial condition is the funded percentage, the ratio of the assets to plan liabilities. The following shows the funded percentage based on the funding (“entry age”) liability.

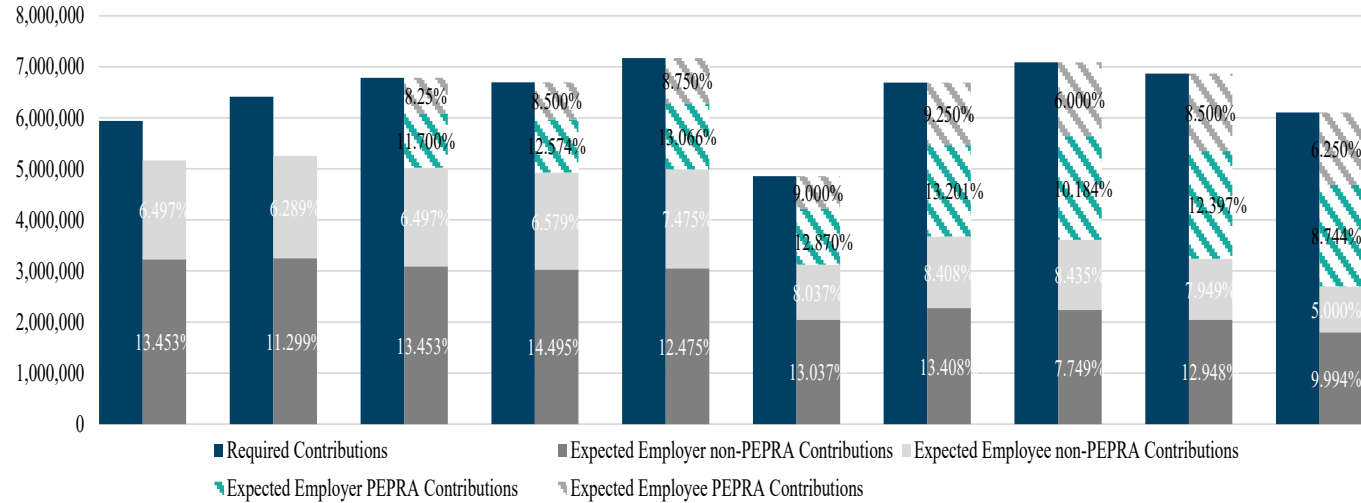


July 1,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Assets (Market Value)	47.1	52.7	56.0	60.7	63.8	81.8	69.9	76.7	88.0	99.0
Funding Liability	73.6	81.8	87.0	91.3	97.3	97.2	98.5	107.0	113.8	115.0
Funded %	63.9%	64.5%	64.4%	66.5%	65.5%	84.1%	71.0%	71.7%	77.3%	86.1%

SECTION 4: HISTORICAL INFORMATION

Funding Policy Contribution

The Company’s funding policy is to fund the normal cost plus an amount sufficient to amortize the unfunded accrued liability over 30 years from July 1, 2007. The contribution is made uniformly over the year. The normal cost is the annual cost for actives accruing benefits for the year and is impacted by several factors – active population, interest discount rates and investment return. The calculation of the normal cost is based on the Frozen Initial Liability cost method and in years following strong asset performance there may be excess assets which can offset the normal costs.

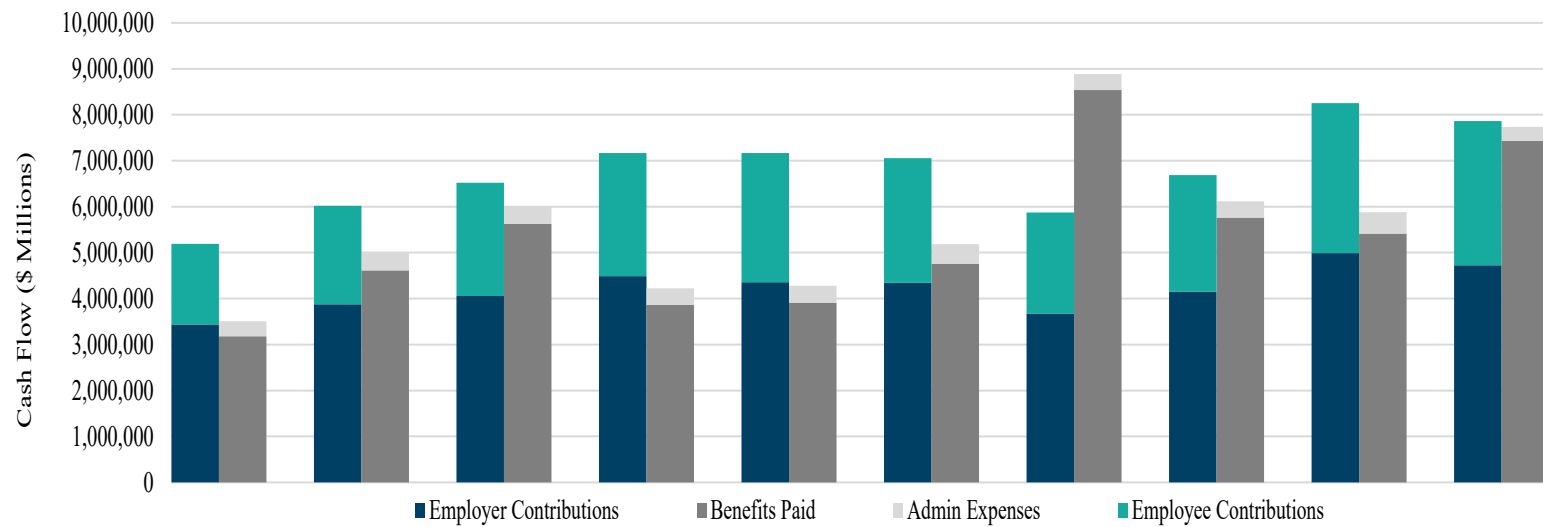


July 1,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Required Contributions	5,942,475	6,416,647	6,783,538	6,697,440	7,172,282	4,857,598	6,691,544	7,088,470	6,865,641	6,106,721
Covered Compensation	29,787,114	30,447,872	31,093,861	30,624,368	31,946,238	30,014,658	32,022,263	33,739,794	35,879,344	40,727,830
Percent of Covered Compensation	19.950%	21.074%	21.816%	21.870%	22.451%	16.184%	20.897%	21.009%	19.135%	14.994%
Expected Employer non-PEPRA Contributions	3,229,612	3,249,575	3,088,638	3,028,251	3,050,046	2,045,759	2,276,190	2,234,488	2,044,851	1,799,788
Expected Employee non-PEPRA Contributions	1,935,210	2,003,247	1,936,785	1,901,318	1,939,120	1,080,035	1,397,483	1,375,458	1,197,655	900,440
Expected Employer PEPRA Contributions	456,067	694,407	1,052,967	1,040,352	1,283,654	1,089,761	1,790,331	2,029,760	2,108,367	1,986,553
Expected Employee PEPRA Contributions	321,586	469,418	705,148	727,519	899,462	642,043	1,227,540	1,448,764	1,514,768	1,419,940

SECTION 4: HISTORICAL INFORMATION

Cash Flows

Each year, a plan pays pension benefits to its participants in pay status as well as operational expenses incurred. Money coming into the plan helps fund and offset these plan costs. A negative cash flow is one indication that a plan may be more mature. In addition, a negative cash flow typically makes it more difficult for a plan to recover from asset losses.



PYE 6/30	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Employer Contributions	3,439,288	3,877,435	4,054,711	4,488,508	4,357,936	4,341,170	3,667,102	4,148,988	4,986,703	4,727,131
Employee Contributions	<u>1,754,192</u>	<u>2,141,425</u>	<u>2,461,892</u>	<u>2,677,045</u>	<u>2,810,418</u>	<u>2,716,208</u>	<u>2,204,920</u>	<u>2,540,648</u>	<u>3,266,356</u>	<u>3,136,099</u>
Total Contributions	5,193,480	6,018,860	6,516,603	7,165,553	7,168,354	7,057,378	5,872,022	6,689,636	8,253,059	7,863,230
Benefits Paid	(3,182,794)	(4,615,902)	(5,626,291)	(3,859,763)	(3,912,892)	(4,763,085)	(8,536,535)	(5,760,706)	(5,413,472)	(7,433,301)
Admin Expenses	<u>(325,026)</u>	<u>(376,137)</u>	<u>(380,134)</u>	<u>(364,631)</u>	<u>(364,995)</u>	<u>(418,494)</u>	<u>(345,479)</u>	<u>(353,520)</u>	<u>(469,886)</u>	<u>(307,311)</u>
Total Benefits and Expenses	(3,507,820)	(4,992,039)	(6,006,425)	(4,224,394)	(4,277,887)	(5,181,579)	(8,882,014)	(6,114,226)	(5,883,358)	(7,740,612)
Net Cash Flow	1,685,660	1,026,821	510,178	2,941,159	2,890,467	1,875,799	(3,009,992)	575,410	2,369,701	122,618

***RETIREMENT PLAN FOR SALARIED
EMPLOYEES OF LONG BEACH
PUBLIC TRANSPORTATION COMPANY***

***Actuarial Valuation as of
July 1, 2025***

NWPS
160 W. Santa Clara Street, Suite 1550
San Jose, California 95113
(408) 298-1170

November 2025



November 3, 2025

Pension Committee
Retirement Plan for Salaried Employees of
Long Beach Public Transportation Company

Dear Pension Committee:

We are pleased to present our actuarial valuation report for the Retirement Plan for Salaried Employees of Long Beach Public Transportation Company as of July 1, 2025. The information in this report provides the means by which we determine the funding requirements for the Plan. The actuarial report serves three main purposes:

- Determine the annual funding levels under the Plan’s adopted funding policy and alternative funding levels.
- Determine how the required funding changed from the prior year using what is called an “experience analysis.”
- Determine other information pertinent to understanding the Plan’s funded status.

Compared to the prior year, the Plan’s funding cost for the Plan Year commencing July 1, 2025 decreased from 28.939% of pay (\$1,182,582) to 18.756% of pay (\$1,047,357) as follows:

	<u>% of Pay</u>	<u>\$ Amount (est.)</u>
• July 1, 2024 funding cost	28.939%	\$1,182,582
• Plan experience	<u>-10.183%</u>	<u>(\$135,225)</u>
• July 1, 2025 funding cost	18.756%	\$1,047,357

We look forward to discussing our report with you.

Sincerely,



Nancy Teague Lee
Managing Actuary

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SECTION 1: VALUATION RESULTS

Executive Summary

The market value of assets increased \$3,342,637 during 2024-2025 and the return was 11.69%.

The Plan's funded percentage on an Entry Age Normal Accrued Liability basis increased from 91.44% to 96.16%. This was primarily due to the increase in the market value of assets being greater than the increase in the liabilities.

The funding policy contribution as of July 1, 2025 is \$1,047,357 which is comprised of the normal cost of \$1,017,283 plus interest required for monthly contributions. The funding policy contribution decreased by \$135,225 from last year primarily due to a decrease in the number of active participants.

Contributions made to the Plan were \$1,691,414.

The Plan's funding cost as a percentage of compensation for the July 1, 2025 Plan Year is 18.756% compared to 28.939% for the prior year. Plan experience decreased the funding cost by 10.183%.

Benefit payments decreased from \$3,008,643 to \$2,132,002 primarily due to a decrease in Lump Sums paid in the Plan Year.

SECTION 1: VALUATION RESULTS

Summary Information

The following presents some of the important results of the actuarial valuation and compares this information with the prior year.

	July 1, 2025	July 1, 2024	Change
Number of Participants			
Actives			
Vested	53	56	(3)
Non-Vested	<u>0</u>	<u>0</u>	<u>0</u>
Total	53	56	(3)
Inactive Vested	10	11	(1)
In pay status			
Retirees	30	30	0
Disabled	6	6	0
Beneficiaries	<u>6</u>	<u>6</u>	<u>0</u>
Total	42	42	0
Total Participants	105	109	(4)

SECTION 1: VALUATION RESULTS

Summary Information (continued)

	July 1, 2025	July 1, 2024	Change
Normal Cost for all benefits for fiscal year	\$1,017,283	\$1,148,625	(\$131,342)
Contribution for the fiscal year under the Company's Funding policy (assuming it is paid uniformly throughout the year)			
Annual amount	\$1,047,357	\$1,182,582	(\$135,225)
Percent of covered compensation	18.756%	28.939%	-10.183%
Employee contribution	5.000%	5.000%	0.000%
Employer contribution	13.756%	23.939%	-10.183%
Expected employee contributions	\$279,203	\$204,326	\$74,877
Expected employer contributions	\$768,154	\$978,256	(\$210,102)
Entry Age Normal Accrued Liability	\$38,998,641	\$37,356,318	\$1,642,323
Funded Percentage	96.16%	91.44%	4.72%
Market Value of Plan Assets	\$37,500,374	\$34,157,737	\$3,342,637
Frozen Initial Liability Remaining Unfunded	\$0	\$0	\$0
Contributions Received	\$1,691,414	\$2,048,734	(\$357,320)
Benefits Paid	\$2,132,002	\$3,008,643	(\$876,641)

SECTION 1: VALUATION RESULTS

Annual Funding

The Plan sponsor has adopted the frozen initial liability method as its actuarial cost method, with costs allocated as a level percentage of future compensation. This funding method is described below.

Each year the present value of future benefits is determined by projecting the expected benefit payments in all future years for current employees and participants in pay status as of the valuation date. This projection is done by applying the actuarial assumptions to the current plan population. The current value of those future expected benefit payments is calculated using the assumed discount rate to arrive at the present value of future benefits (PVFB).

A portion of the PVFB has already been funded through previous contributions and investment return, reduced by previous benefit payments and expenses. This represents the current value of assets held by the Plan.

The portion of the PVFB not currently covered by Plan assets must come from future employer and employee contributions (offset by future plan investment and operational expenses). The total plan contributions are determined through the combination of an actuarial cost method and a funding policy. The funding policy is to contribute each year the normal cost plus an amount sufficient to amortize the unfunded liability as of July 1, 2007 over a period of 30 years.

As of July 1, 2007, the Plan's actuary determined what the Plan's assets would have been if (1) the Plan benefits had always been the same as they were then, (2) the Plan's actuarial

assumptions had always been met, and (3) contributions had always been an amount sufficient to fund the Plan benefits as a level percent of compensation from each employee's Plan entry date. This amount is known as the entry age normal accrued liability, and it was established as the frozen initial liability. The difference between the frozen initial liability as of July 1, 2007 and the Plan assets as of July 1, 2007 was established as the unfunded liability as of July 1, 2007. The funding policy adopted was to amortize this unfunded liability over a period of 30 years. Effective June 30, 2013, the original frozen initial liability was fully amortized. Changes in assumptions or the terms of the Plan are amortized over a period of 30 years beginning at the effective date of the change.

To reflect expected future asset returns the interest rate assumption was lowered from 8.00% to 7.50% effective July 1, 2007.

The additional liability created by the change in actuarial assumptions effective July 1, 2013 was fully amortized by supplemental contributions effective June 30, 2015. Based on a reassessment of future returns, effective July 1, 2016 the interest rate assumption was lowered from 7.50% to 6.00% which led to \$2,816,346 in additional liability. The amortization period for additional liability due to assumption or plan changes was changed from 30 years to 10 years. This liability was fully amortized by supplemental contributions effective June 30, 2018. Effective July 1, 2020, the mortality table and turnover assumptions were updated which led to additional liability of \$387,300 which was fully amortized by supplemental contributions effective June 30, 2021.

SECTION 1: VALUATION RESULTS

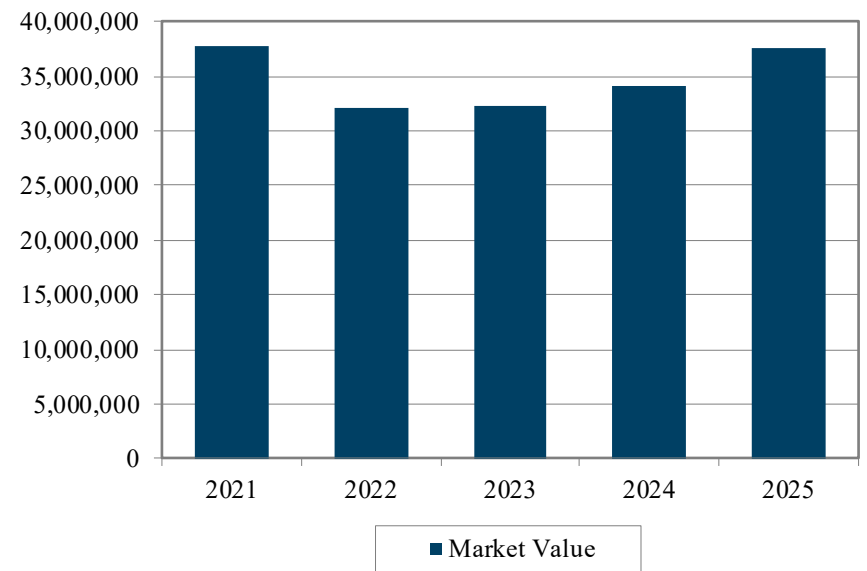
Annual Funding (continued)

Assets

Assets at June 30, 2025

Equity Mutual Funds	\$26,265,556
Bond Mutual Funds	10,221,628
Corporate Bonds	0
Government Bonds	0
Cash	<u>1,013,190</u>
Assets at Market Value	\$37,500,374

Asset Values (June 30)



SECTION 1: VALUATION RESULTS

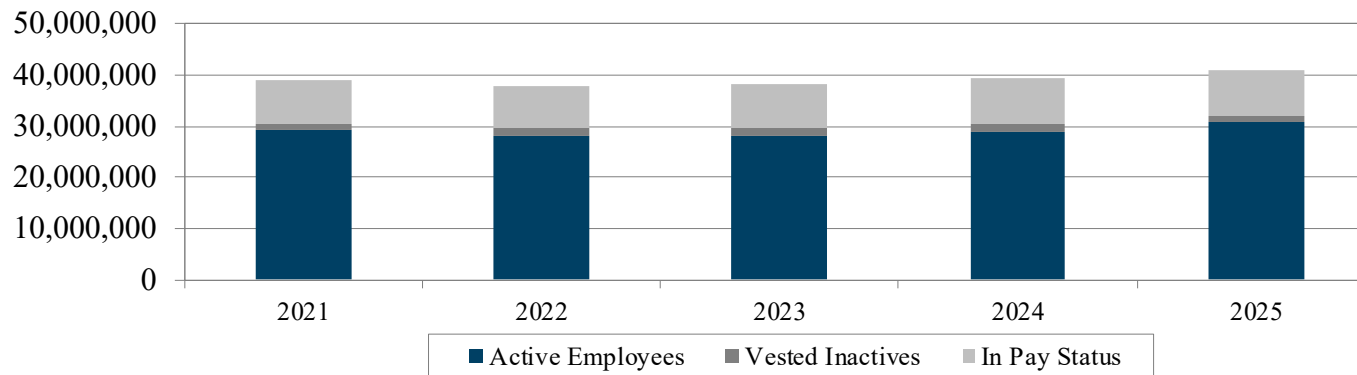
Annual Funding (continued)

Present Value of Future Benefits

In Pay Status ⁽¹⁾	\$8,626,238
Vested Inactives	1,312,872
Active Employees	<u>30,908,051</u>

Present Value of Future Benefits⁽²⁾ **\$40,847,161**

Present Value of Future Benefits



⁽¹⁾ Retirees, disabled retirees and beneficiaries currently receiving payments.

⁽²⁾ Increased \$1,495,940 from 2024 due to plan experience.

SECTION 1: VALUATION RESULTS

Determination of Total Normal Cost

1. Present Value of Future Benefits	
A. Active Participants	\$30,908,051
B. Vested Inactives	1,312,872
C. In Pay Status	<u>8,626,238</u>
D. Total	\$40,847,161
2. Plan Assets	37,500,374
3. Frozen initial accrued liability remaining unfunded	0
4. Present value of future normal costs = (1)(D) - (2) - (3)	3,346,787
5. Present value of future salaries	22,178,924
6. Normal cost accrual rate = (4) / (5)	15.09%
7. Valuation compensation	5,584,054
8. Preliminary normal cost = (6) x (7)	842,634
9. Administrative Expenses	174,649
10. Total normal cost = (8) + (9)	\$1,017,283
11. Total normal cost accrual rate = (10) / (7)	18.22%

SECTION 1: VALUATION RESULTS

Determination of Contribution

Funding Policy

We understand that it is the Company's policy to fund the normal cost plus an amount sufficient to amortize the unfunded accrued liability over 30 years from July 1, 2007. Effective July 1, 2016, changes in unfunded accrued liability due to assumption or plan changes are amortized over 10 years. The contribution is made uniformly throughout the year.

	<u>Funding Policy</u>
1 Total normal cost for Plan year	\$1,017,283
2 Amortization of unfunded accrued liability	\$0
3 Interest required for monthly contributions	\$30,074
4 Total annual contribution payable monthly = (1) + (2) + (3)	\$1,047,357
5 Contribution as a percentage of compensation	18.756%

The contribution shown is the total required to meet the Company's Funding Policy.

SECTION 1: VALUATION RESULTS

Actuarial Experience

A plan's actuarial liability is simply an estimate of the amount of funds required to pay benefits as they come due in the future. This estimate is based on assumptions about future events that impact the plan's funded status; events such as investment earnings on plan assets, how long retirees live, and the probability of an active member remaining in covered employment, among others. Each year the plan's funded status changes due to actual experience different from that anticipated by the actuarial assumptions. This difference is referred to as "actuarial experience."

There are two types of actuarial experience. "Actuarial gains" are generated when experience is more favorable than expected. Actuarial gains serve to improve the funded status of the plan. "Actuarial losses" occur when experience is less favorable than expected. Actuarial losses serve to lessen the funded status of the plan.

Actuarial experience is measured by performing an experience analysis. This analysis is important for two reasons. First, it tells the Plan Sponsor how and why the funded status changed from the prior year. Second, it allows the actuary to monitor whether the assumptions continue to be appropriate for valuing plan liabilities. Differences in actual experience compared to assumed are expected. However, a recurring trend of gains or losses from a particular assumption could indicate that the assumption should be modified.

The Plan's funding cost as a percentage of compensation for the July 1, 2025 Plan Year is 18.756% compared to 28.939% for the prior year. Plan experience decreased the funding cost by 10.183%.

SECTION 1: VALUATION RESULTS

Risk Assessment and Disclosure

Actuarial Measurements

An actuarial valuation provides a measurement of pension obligations and actuarially determined pension contributions. These measurements are based on assumptions about future events that impact the plan's funded status; events such as investment earnings on plan assets, how long retirees live, the probability of an active member remaining in covered employment, and the size and composition of the covered group, among others. It is important to understand the risk that the actual cost of a pension plan may differ significantly from the expected cost. In other words, it is important to understand the risks and impact of future plan experience differing from the actuarial assumptions.

Risks to Plan's Financial Status

There are a number of risks that sponsors may face when funding plan benefits, including the following:

- Investment Risk – The risk that investment returns will be different than expected.
- Demographic Risk – The potential that mortality or other demographic experience will be different than expected.
- Contribution Risk – The risk that contributions received will be different than expected possibly due to lower than expected employee contributions.

Long Beach Transit has always contributed the full policy requirement.

Plan Maturity

Plan maturity can have a significant effect on the impact of these risks on a plan's long-term funding requirements.

The number of active employees covered by a pension plan may be an indication of the level of company operations that generates the revenue required to fund the pension plan. As the number of inactive participants (retirees and vested terminated participants) grows compared to active employees, the plan becomes more mature. As a pension plan matures, the revenue generated by active employees may become smaller in proportion to pension plan liabilities making it more expensive on a per-capita basis for the plan sponsor to cover potential funding shortfalls.

In general, a less mature plan represents a lower financial risk to the plan sponsor and a more mature plan represents a higher financial risk.

Following are a number of maturity and risk measurements for the Plan for the current and prior year. A history of maturity and other risk assessment measures are shown in the Historical Information section of this report.

SECTION 1: VALUATION RESULTS

Risk Assessment and Disclosure

Active to Inactive (Support Ratio)

The number of active employees covered by a pension plan may be an indication of the level of company operations that generates the revenue required to fund the pension plan. As the number of inactive participants (retirees and vested terminated participants) grows compared to active employees, it becomes more expensive on a per-capita basis for the plan sponsor to cover potential funding shortfalls that may occur.

The ratio of active to inactive participants as of July 1, 2025 is 1.02.

	<u>2025</u>	<u>2024</u>
Inactive	52	53
Active	53	56
Ratio	1.02	1.06

These ratios are higher than many pension plans due to lump sums paid from the Plan. Because the Plan is closed to new entrants, this ratio will decrease over time.

Ratio of Inactive to Total Liability

Similar to the active to inactive ratio, a higher ratio of liabilities for inactive participants means it will be more expensive on a per-capita basis and the Plan Sponsor will have fewer remedies to address funding shortfalls.

	<u>2025</u>	<u>2024</u>
Inactive	\$9,939,110	\$10,406,489
Total	\$38,998,641	\$37,357,318
Ratio	25.4%	27.9%

These ratios are less than most pension plans due to lump sums paid from the Plan.

Historical Information

A history of these maturity measures and other risk assessment measures are shown in the Historical Information section of this report.

SECTION 2: COMMENTS AND CERTIFICATION

Certification

This is to certify that our valuation of the Plan as of July 1, 2025 has been performed in accordance with generally accepted actuarial principles and practices. In preparing this report, we have relied on financial information contained in unaudited financial statements and on participant census information supplied by the Plan sponsor. We did not audit the participant census information. However, we reviewed the data for reasonableness and internal consistency and found no reason to doubt its substantial accuracy.

To the best of our knowledge, the information supplied in this report is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In our opinion each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer our best estimate of anticipated experience under the plan.

We understand that the actuarial assumptions are selected by the Plan sponsor, Long Beach Public Transportation Company. During the last ten plan years, historical rates of return have averaged 5.41% while rates of return averaged 7.47% over the last five plan years. Effective July 1, 2016 the investment return assumption was lowered from 7.50% per annum to 6.00% per annum to better reflect past experience as well as future expected returns and the amortization period for additional liability due to assumption or plan changes was changed from 30 years to 10 years.

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; increases or decreases expected as part of the natural operation of the methodology used for these measurements (such as the end of an amortization period or additional cost or contribution requirements based on the Plan's funded status); and changes in Plan provisions or applicable law. Due to the nature of this assignment, we did not perform an analysis of the potential range of such measurements.

SECTION 2: COMMENTS AND CERTIFICATION

Certification (continued)

This report has been prepared exclusively for the Retirement Plan for Salaried Employees of Long Beach Public Transportation Company for the purposes stated herein.

To the best of our knowledge, the information supplied in this report is complete and accurate.

We, Nancy Teague Lee and Jessica Birkle, are members of the American Academy of Actuaries and meet the Qualifications of the American Academy of Actuaries to render the actuarial opinions contained herein.



F.C.A., M.A.A.A

Nancy Teague Lee
Managing Actuary
Enrolled Actuary No. 23-07500



A.S.A., M.A.A.A

Jessica Birkle
Consulting Actuary
Enrolled Actuary No. 23-07693

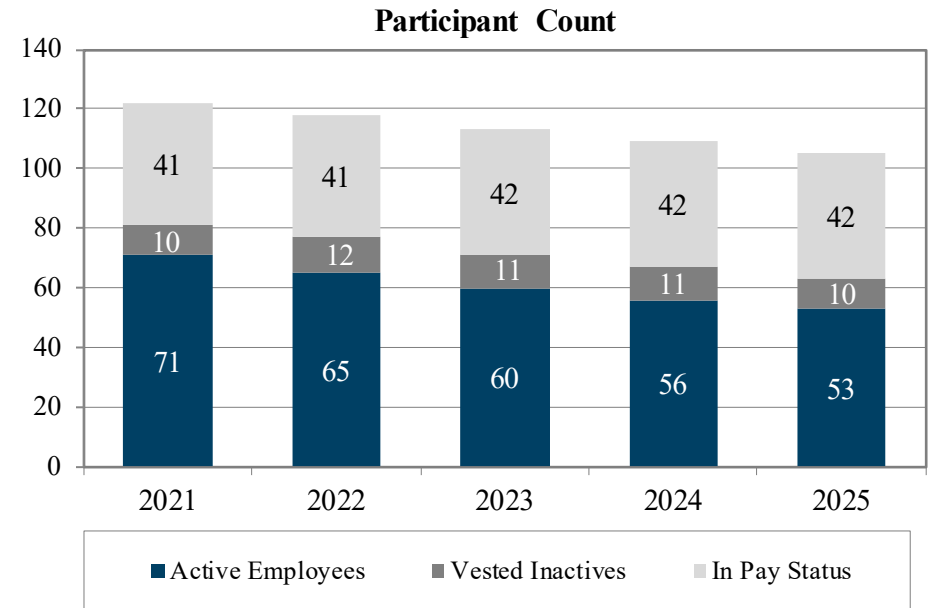
SECTION 3

Supplemental Information

SECTION 3: SUPPLEMENTAL INFORMATION

Participant Reconciliation

Active at June 30, 2024	56
Non-Vested Termination	0
Vested Termination	(2)
Retired Monthly	0
Transferred to Contract Plan	0
Transferred from Contract Plan	0
Occupational Disability	0
Lump Sum Distribution	(1)
Return of Employee Contributions	0
Data Correction	0
Disabled Retirement	0
Deceased	<u>0</u>
Active at June 30, 2025	53
Vested Inactive June 30, 2024	11
Vested Termination	2
Data Correction	0
Retired Monthly	0
Deceased	0
Lump Sum Distribution	<u>(3)</u>
Vested Inactive June 30, 2025	10
In Pay Status at June 30, 2024	42
New Retiree	0
New Beneficiary	0
New Occupational Disabled	0
Data Correction	0
Deceased	<u>0</u>
In Pay Status at June 30, 2025	42



SECTION 3: SUPPLEMENTAL INFORMATION

Active Participant Data

Attained	Years of Credited Service																Total		
	Under 5		5 to 9		10 to 14		15 to 19		20 to 24		25 to 29		30 to 34		Over 35		Total		
	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	No.	Avg. Comp.	
Under 25	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25 to 29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30 to 34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
35 to 39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
40 to 44	0	0	0	0	1	179,666	3	92,187	2	124,416	0	0	0	0	0	0	0	6	117,510
45 to 49	0	0	0	0	0	0	2	91,429	1	74,413	1	100,562	0	0	0	0	0	4	89,458
50 to 54	0	0	0	0	0	0	5	94,329	4	109,350	5	99,625	2	88,251	1	108,507	17	99,540	
55 to 59	0	0	0	0	0	0	0	0	6	82,847	6	100,508	2	113,794	1	101,471	15	95,279	
60 to 64	0	0	0	0	0	0	5	104,834	1	244,180	1	65,352	1	117,959	0	0	8	118,957	
65 to 69	0	0	0	0	1	102,654	1	70,685	0	0	0	0	1	112,162	0	0	3	95,167	
70 & up	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	0	0	0	0	2	141,160	16	95,370	14	107,279	13	97,468	6	105,702	2	104,989	53	102,291	

Average Age: 54.90 years

Average Credited Service: 23.98 years

SECTION 3: SUPPLEMENTAL INFORMATION

Vested Inactive Data

Monthly Accrued Benefit	Number
Under \$100	0
100 to 199	1
200 to 299	0
300 to 399	0
400 to 499	1
500 to 599	0
600 to 699	1
700 to 799	0
800 to 899	0
900 to 999	1
1,000 to 1,099	0
1,100 to 1,199	0
1,200 to 1,299	0
1,300 to 1,399	1
1,400 to 1,499	2
1,500 to 1,599	1
1,600 to 1,699	0
1,700 or more	2
Total	10

Age	Number
Under 30	0
30 to 34	0
35 to 39	0
40 to 44	1
45 to 49	0
50 to 54	2
55 to 59	3
60 to 64	0
65 or over	4
Total	10

Average Age: 58.61 years

Average Accrued Benefit: \$1,349.59

SECTION 3: SUPPLEMENTAL INFORMATION

Retiree Data

Monthly Benefit ⁽¹⁾	Number
Under \$100	0
100 to 199	0
200 to 299	0
300 to 399	0
400 to 499	0
500 to 599	3
600 to 699	0
700 to 799	5
800 to 899	1
900 to 999	0
1,000 to 1,099	2
1,100 to 1,199	3
1,200 to 1,299	0
1,300 to 1,399	2
1,400 to 1,499	2
1,500 to 1,599	0
1,600 to 1,699	0
1,700 to 1,799	3
1,800 to 1,899	1
1,900 to 1,999	2
2,000 or over	12
Total	36

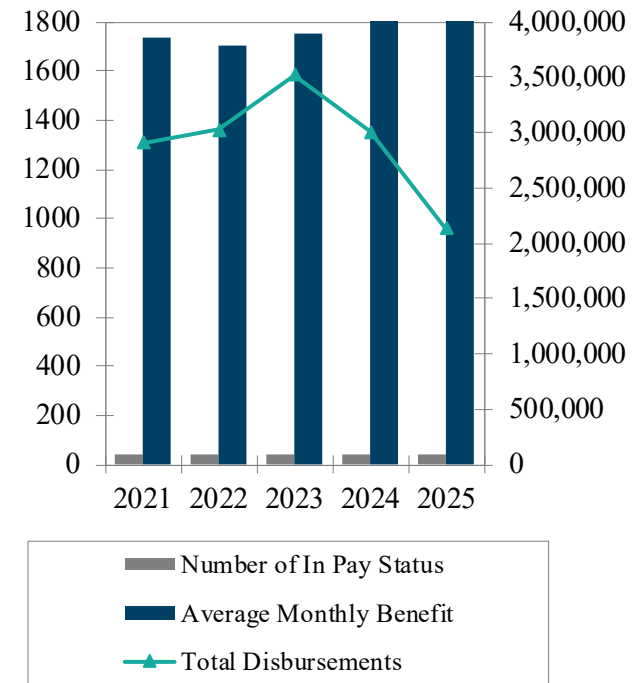
Age ⁽¹⁾	Number
Under 55	1
55 to 59	2
60 to 64	1
65 to 69	12
70 to 74	9
75 to 79	8
80 to 84	2
85 to 89	1
90 or over	0
Total	36

Average Age: 71.66 years

New Retirees: 0 years

Average Benefit: \$1,834.98

New Retirees: \$0.00



⁽¹⁾Data excludes 6 beneficiaries who are included in the plan's liabilities.

SECTION 3: SUPPLEMENTAL INFORMATION

Asset Information

Market Value of Assets at July 1, 2024		34,157,737
Employer Contributions		\$1,404,398
Employee Contributions		\$287,016
Net Investment Income		
Interest	\$58,183	
Dividends	883,649	
Unrealized Gain (Loss)	2,800,522	
Realized Gain (Loss)	215,520	
Other investment revenue	<u>0</u>	
Net Investment Income		\$3,957,874
Benefit Payments		(\$2,132,002)
Direct Administrative Costs		(16,880)
Other Administrative Costs		(157,769)
Asset Transfer From Contract Plan		<u>0</u>
Market Value of Assets at June 30, 2025		37,500,374

SECTION 3: SUPPLEMENTAL INFORMATION

Present Value of Accumulated Plan Benefits⁽¹⁾

Reconciliation of Actuarial Present Value of Accumulated Plan Benefits

Actuarial Present Value of Vested and Non-Vested Accumulated Plan Benefits

Actuarial Present Value of Accumulated Plan Benefits at June 30, 2024	\$32,598,709	Vested Benefits	
Benefits Accumulated and Actuarial Experience During the Year	\$1,889,648	Participants Currently Receiving Benefits	\$8,626,238
Increase for Interest	1,892,894	Other Participants	<u>24,644,794</u>
Benefits Paid	(2,132,002)	Vested Benefits	\$33,271,032
Net Increase/(Decrease)	<u>1,650,540</u>	Non-Vested Benefits	<u>978,217</u>
Actuarial Present Value of Accumulated Plan Benefits at June 30, 2025	\$34,249,249	Actuarial Present Value of Accumulated Plan Benefits at June 30, 2025	\$34,249,249

⁽¹⁾ Value of benefits earned by current participants based on pay and service through the valuation date. Approximation of amount due to participants if the plan terminated as of July 1, 2025 and settled all obligations at 6.00%.

SECTION 3: SUPPLEMENTAL INFORMATION

Summary of Plan Provisions

Plan Type: Public Pension Plan.

Plan Effective Date: June 30, 1979.

Plan Year: July 1 – June 30.

Participation: All full-time employees are eligible on their date of employment. The Plan is frozen to new hires and rehires as of April 1, 2011.

Average Monthly Final Earnings (AMFE): 36 month average of compensation out of the last 10 calendar years of employment.

Monthly Normal Retirement Benefit: Years of Service (not to exceed 40 years) times 1.70% of AMFE.

Years of Service: One year of service is granted for each 12 months of consecutive service in which an employee works at least one hour in each month.

Normal Form of Benefit: Lifetime payments to retiree.

Normal Retirement Age: Age 64 with 10 Years of Service.

Early Retirement Age: Age 54 with 10 Years of Service.

Early Retirement Benefit: Accrued benefit reduced 5.0% for each year preceding age 64 (prorated for partial years).

Late Retirement Benefit: A participant retiring after Normal Retirement Age is entitled to a benefit based on years of service and final average pay as of retirement.

70/80 Early Retirement Eligibility: Any age if sum of age and Years of Service is at least 70.

70/80 Early Retirement Benefit: Accrued benefit unreduced if age plus Years of Service is at least 80. If sum is greater than 70 but less than 80 the following reduction table applies:

<u>Sum</u>	<u>Reduction</u>
80 or more	1.000
79	0.937
78	0.879
77	0.825
76	0.776
75	0.730
74	0.688
73	0.648
72	0.612
71	0.578
70	0.546

Vesting: 5 Years of Service.

SECTION 3: SUPPLEMENTAL INFORMATION

Summary of Plan Provisions (continued)

Break-in-Service: 12 consecutive month period during which an employee does not work at least one hour.

Permanent Break-in-Service: 5 consecutive 1-year breaks-in-service.

Disability Retirement Eligibility: Disabled while an active employee.

Monthly Occupational Disability Benefit: Years of Service at time of disability times 1.70% of AMFE. Minimum disability pension is 17% of AMFE. Benefit is payable immediately.

Total and Permanent Disability Retirement Benefit: Monthly Normal Retirement Benefit based on AMFE and Years of Service as of date of disability. Benefit is payable immediately without reduction for early commencement.

Monthly Pre-Retirement Death Eligibility: Vested or eligible for Early or Normal Retirement and married.

Pre-Retirement Death Benefit: Surviving spouse will receive an annuity equal to 50% of the amount the participant would have received under the 50% joint and survivor form of payment if he/she had terminated on the day before death and survived to early retirement age.

Post-Retirement Death Benefit: Survivor benefit, if any, based on the form of payment in effect at time of death.

Optional Forms of Benefit Payment: 50%, 75%, or 100% joint and survivor annuity, 25% lump sum/75% annuity, period certain installment payments, annuity purchase or lump sum.

Employee Contributions: All employees must contribute 5% of their pre-tax compensation to the Plan. Plan benefits are reduced if a participant chooses to receive a refund of their accumulated contributions.

Return of Employee Contributions: Non-vested participants are entitled to a return of their contributions upon termination from the plan.

Plan Provisions Excluded from Measurement: None.

Changes Since Prior Valuation: None.

SECTION 3: SUPPLEMENTAL INFORMATION

Actuarial Method and Assumptions

Actuarial Cost Method: Frozen Initial Liability.

Actuarial Assumptions:

Interest Discount Rate: 6.00% compounded annually.

Investment Yield: 6.00% compounded annually.

Administrative Expenses: Actual administrative expenses for the prior year are added to the normal cost as of the beginning of the year. For 2025, the administrative expense assumption is \$174,649.

Employee Contribution Interest Credit: 5.00% compounded annually.

Salary Increases: 3.00% per year.

Lump Sums: 4.50% interest; 2025 IRS Applicable Mortality Table.

Mortality: For funding:

Healthy: PRI-2012 White Collar Mortality Table Projected with Scale MP-2019.

Disabled: PRI-2012 Disabled Mortality Table Projected with Scale MP-2019.

SECTION 3: SUPPLEMENTAL INFORMATION

Actuarial Method and Assumptions (continued)

Termination Before Retirement: Sample rates are shown below:

<u>Age</u>	<u>Turnover Rate</u>
20	7.86%
25	7.57
30	8.64
35	8.00
40	5.64
45	4.04
50	2.78
55	1.60
60	1.10

Retirement: The following rates apply for participants eligible for 70/80 Retirement:

<u>Age</u>	<u>Retirement Rate</u>
50-53	5%
54-55	10
56-57	20
58-59	40
60 and older	100

All other active participants, inactive vested participants, and future inactive vested participants are assumed to retire at age 64 after completion of 10 years of service.

SECTION 3: SUPPLEMENTAL INFORMATION

Actuarial Method and Assumptions (continued)

Disability:

Sample rates are shown below:

<u>Age</u>	<u>Disability Rate</u>
20	0.01%
25	0.02
30	0.03
35	0.04
40	0.05
45	0.18
50	0.34
55	0.60
60	0.89

Marital Status:

80% of non-retired participants are married. Female spouse is assumed to be three years younger than male spouse.

Form of Payment:

80% of active participants are assumed to elect the lump sum option. The remaining 20% of active participants are assumed to elect the single life annuity. Vested Terminated participants are assumed to elect the single life annuity.

Unknown Data:

Participants with unreported data, such as missing birthdates, are assumed to have the same characteristics as similar participants. If not specified, participants are assumed to be male.

Asset Valuation Method:

Market value.

Changes Since Prior Valuation:

None.

SECTION 3: SUPPLEMENTAL INFORMATION

Rationale for Major Assumptions

Interest Rate/Investment Yield: Long Beach Public Transportation Company is responsible for the selection of this assumption.

Mortality, Termination, and Retirement: With concurrence from Long Beach Public Transportation Company, based on recent Plan experience which is monitored and analyzed annually.

SECTION 3: SUPPLEMENTAL INFORMATION

Six-Year Plan Overview

	Plan Year Beginning July 1					
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Funding Policy Contribution						
Percentage of Covered Compensation	18.756%	28.939%	32.003%	30.624%	8.781%	24.727%
Annual Amount Paid Monthly	\$1,047,357	\$1,182,582	\$1,322,745	\$1,201,596	\$427,544	\$1,134,803
Covered Compensation	5,584,054	4,086,524	4,133,179	3,923,681	4,869,172	4,589,323
Market Value of Assets	37,500,374	34,157,737	32,349,016	32,041,203	37,790,805	31,438,641
Present Value of Vested Benefits	33,271,032	31,600,086	30,950,010	30,312,794	29,579,811	28,040,594
Present Value of Accumulated Benefits	34,249,249	32,598,709	31,994,963	31,347,933	30,777,265	29,234,414
Number of Active Participants	53	56	60	65	71	76
Number of Vested Terms	10	11	11	12	10	12
Number of Retirees	42	42	42	41	41	40
Total Participants	105	109	113	118	122	128

Amounts are based on total employer plus employee contributions.

SECTION 3: SUPPLEMENTAL INFORMATION

**Determination of 2025 Total Normal Cost
Estimated Impact of Interest Rate Assumption Change**

	<u>Current 6.00% Interest</u>	<u>5.00% Interest</u>	<u>4.00% Interest</u>
1 Present Value of Future Benefits			
A. Active Participants	30,908,051	32,756,863	34,927,415
B. Vested Inactives	1,312,872	1,531,414	1,806,844
C. In Pay Status	<u>8,626,238</u>	<u>9,353,477</u>	<u>10,200,171</u>
D. Total	40,847,161	43,641,754	46,934,430
2 Plan Assets	37,500,374	37,500,374	37,500,374
3 Frozen initial accrued liability remaining unfunded	0	2,327,335	5,006,957
4 Present value of future normal costs = (1) - (2) - (3)	3,346,787	3,814,045	4,427,099
5 Present value of future salaries	22,178,924	22,946,243	23,779,917
6 Normal cost accrual rate = (4) / (5)	15.09%	16.62%	18.62%
7 Valuation compensation	5,584,054	5,584,054	5,584,054
8 Preliminary normal cost = (6) x (7)	842,634	928,070	1,039,751
9 Administrative Expenses	174,649	174,649	174,649
10 Total normal cost = (8) + (9)	1,017,283	1,102,719	1,214,400
11 Total normal cost accrual rate = (10) / (7)	18.22%	19.75%	21.75%

SECTION 3: SUPPLEMENTAL INFORMATION

**Determination of 2024 Contribution Under Funding Policy
Estimated Impact of Interest Rate Assumption Change With 10 Year Amortization**

	Current		
	<u>6.00% Interest</u>	<u>5.00% Interest</u>	<u>4.00% Interest</u>
1 Total normal cost for Plan year	1,017,283	1,102,719	1,214,400
2 Amortization of unfunded accrued liability:			
A. Initial unfunded remaining	0	0	0
B. Amortization period remaining (in years)	0	0	0
C. Amortization amount	0	0	0
D. Interest rate change	N/A	2,327,335	5,006,957
E. Amortization period	N/A	10	10
F. Amortization amount	N/A	287,048	593,570
3 Interest required for monthly contributions	30,074	34,320	35,805
4 Total annual contribution payable monthly = (1) + (2C) + (2F) + (3)	1,047,357	1,424,087	1,843,775
A. Employer	768,154	1,144,884	1,564,572
B. Employee	279,203	279,203	279,203
5 Contribution as a percentage of payroll	18.756%	25.503%	33.019%
A. Employer	13.756%	20.503%	28.019%
B. Employee	5.000%	5.000%	5.000%

SECTION 4: HISTORICAL INFORMATION

An actuarial valuation provides a measurement of pension obligations and actuarially determined pension contributions. These measurements are based on assumptions about future events that impact the plan's funded status; events such as investment earnings on plan assets, how long retirees live, the probability of an active member remaining in covered employment, and the size and composition of the covered group, among others. It is important to understand the risks that the actual cost of a pension plan may differ significantly from the expected cost of a pension plan. In other words, it is important to understand the risks and impact of future plan experience differing from the actuarial assumptions.

The effect of various risks on a plan's long-term funding requirements will depend on the maturity of the plan. Plan maturity, risk factors and the plan's financial condition change over time depending on plan experience, how actual experience has differed from that anticipated by the actuarial assumptions and by changes in the underlying actuarial assumptions. It is informative to see how these measures have changed over time.

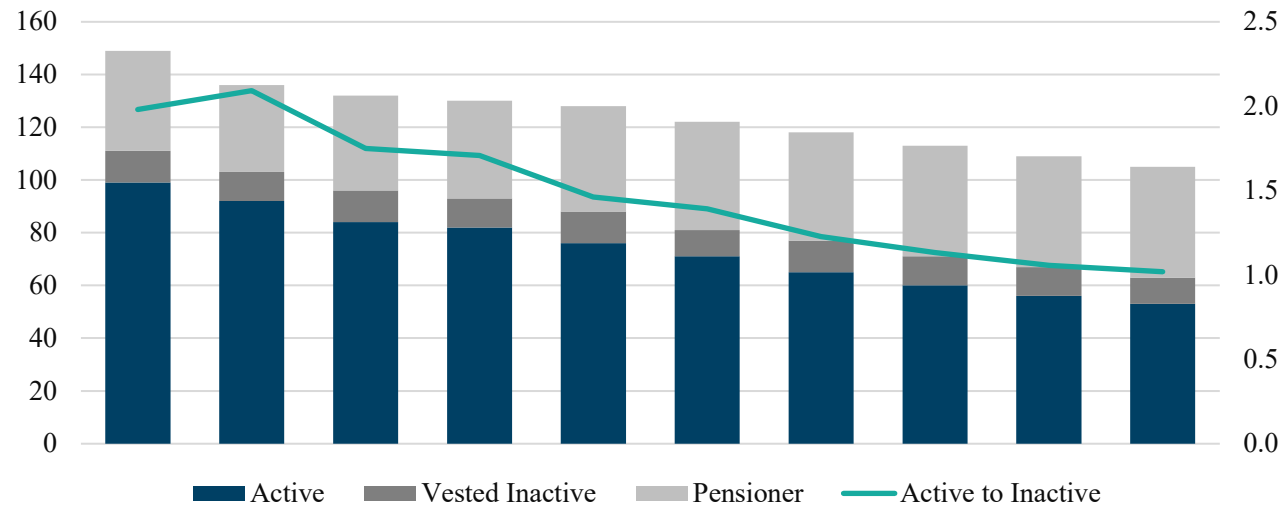
The following pages examine the history of a number of maturity measures, risk measures and other financial information.

- Ratio of Active to Inactive Participants
- Ratio of Inactive Liability to Total Liability
- Investment Return
- Funded Percentage
- Funding Policy Contribution
- Cash Flows

SECTION 4: HISTORICAL INFORMATION

Ratio of Active to Inactive Participants

The number of active employees covered by a pension plan may be an indication of the level of company operations that generates the revenue required to fund the pension plan. As the number of inactive participants (retirees and vested terminated participants) grows compared to active employees, it becomes more expensive on a per-capita basis for the plan sponsor to cover potential funding shortfalls that may occur. As of July 1, 2025 the active to inactive ratio for this Plan is 1.02. Because the Plan is closed to new entrants, this ratio will decrease over time.

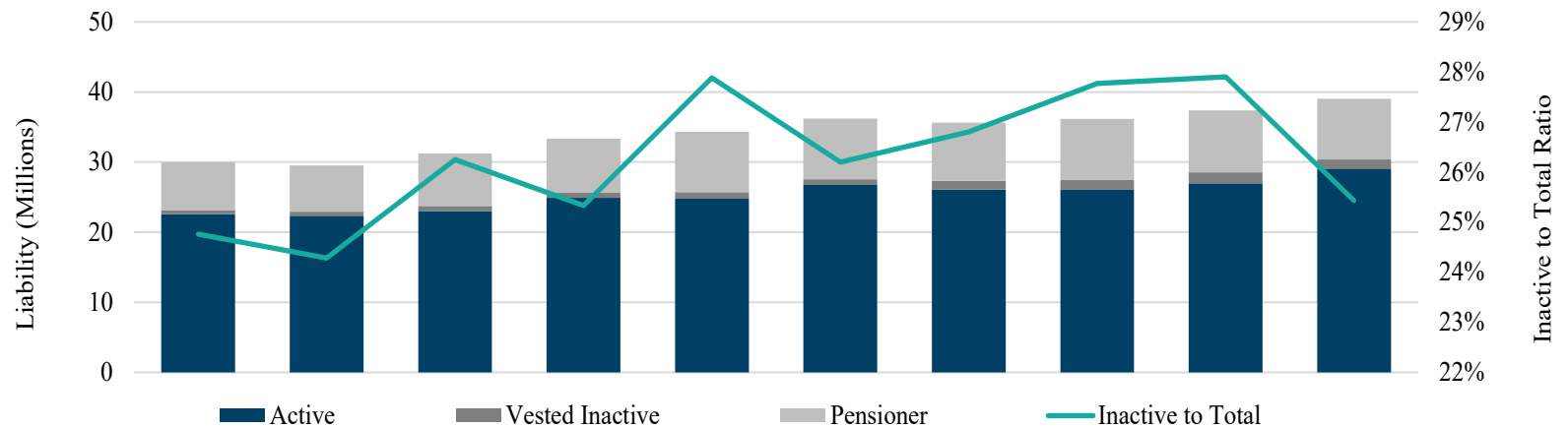


July 1,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Pensioner	38	33	36	37	40	41	41	42	42	42
Vested Inactive	12	11	12	11	12	10	12	11	11	10
Active	99	92	84	82	76	71	65	60	56	53
Total	149	136	132	130	128	122	118	113	109	105
Active to Inactive	1.98	2.09	1.75	1.71	1.46	1.39	1.23	1.13	1.06	1.02

SECTION 4: HISTORICAL INFORMATION

Ratio of Inactive Liability to Total Liability

Another measure of a plan’s maturity is the ratio of liability for inactive participants to liability for all participants. Similar to the inactive to active ratio, as the ratio of liabilities for inactive participants increases, it will be more expensive on a per-capita basis and the Plan Sponsor may have fewer remedies to address funding shortfalls. As of July 1, 2025 the ratio of inactive liability to total liability for this Plan is 25.4%.

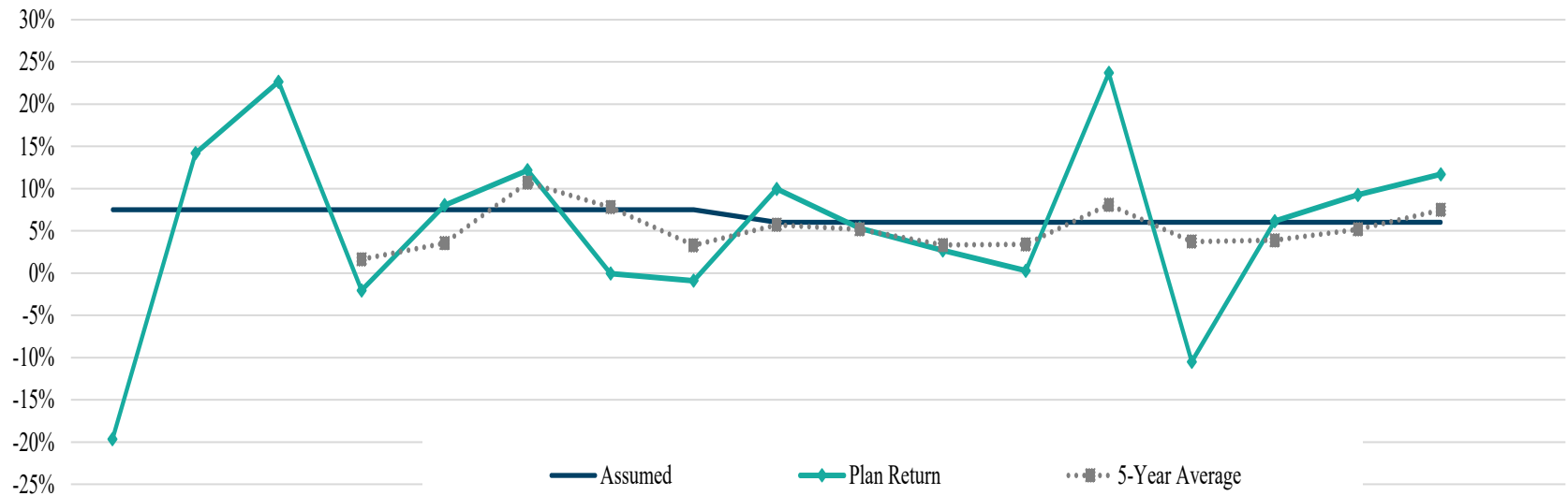


July 1,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Pensioner	6.8	6.6	7.5	7.7	8.6	8.7	8.3	8.7	8.8	8.6
Vested Inactive	0.6	0.6	0.7	0.7	1.0	0.8	1.2	1.4	1.6	1.3
Active	22.6	22.3	23.0	24.9	24.7	26.7	26.1	26.1	27.0	29.1
Total	30.0	29.5	31.2	33.3	34.3	36.2	35.6	36.2	37.4	39.0
Inactive to Total	24.8%	24.3%	26.2%	25.3%	27.9%	26.2%	26.8%	27.8%	27.9%	25.4%

SECTION 4: HISTORICAL INFORMATION

Investment Return

The long-term investment return assumption was 7.50% from 2009 through 2015 and was updated to 6.00% in 2016. The return assumption is net of investment expenses. A Plan’s ability to meet the benefit requirements is largely determined by its ability to earn the assumed rate of return over the long term. Returns over the past 17 years are shown below.

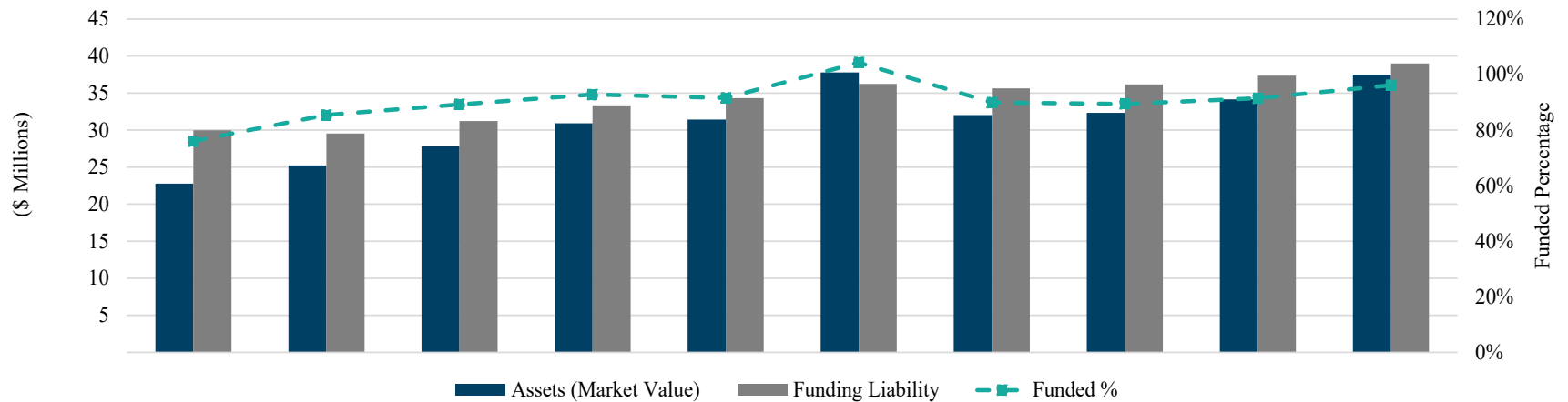


PYE 6/30	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Assumed	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Plan Return	-19.66	14.19	22.65	-2.05	8.03	12.17	-0.06	-0.91	9.96	5.32	2.68	0.27	23.69	-10.50	6.14	9.25	11.69
5-Year Average				1.62	3.55	10.70	7.79	3.28	5.70	5.17	3.32	3.39	8.08	3.72	3.88	5.18	7.47

SECTION 4: HISTORICAL INFORMATION

Funded Percentage

One measure of a plan’s financial condition is the funded percentage, the ratio of the assets to plan liabilities. The following shows the funded percentage based on the funding (“entry age”) liability.

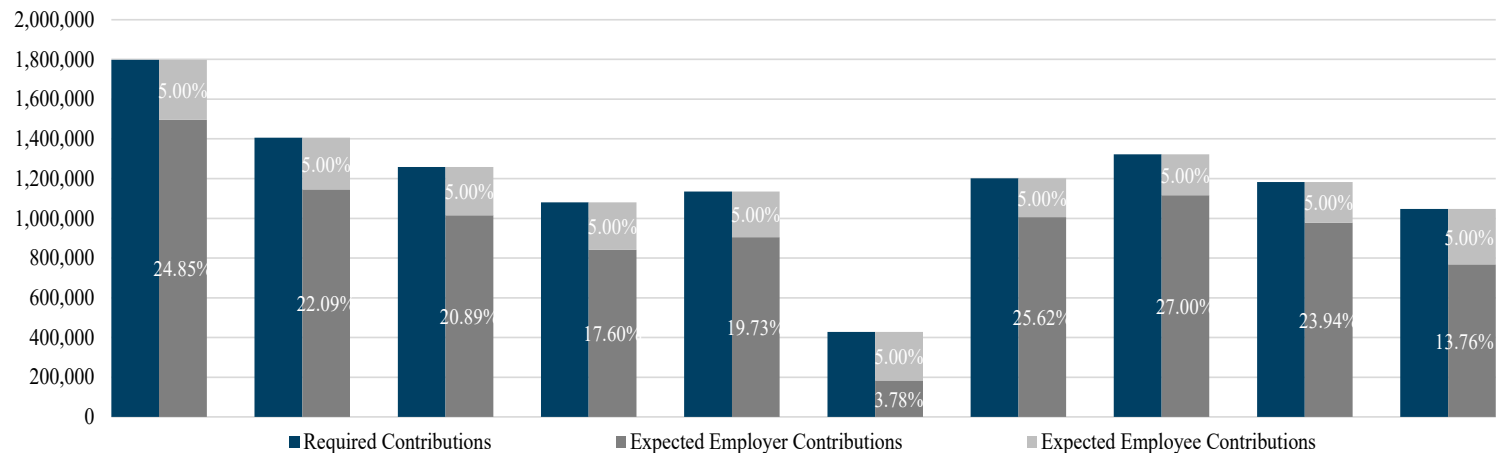


July 1,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Assets (Market Value)	22.8	25.2	27.9	30.9	31.4	37.8	32.0	32.3	34.2	37.5
Funding Liability	30.0	29.5	31.2	33.3	34.3	36.2	35.6	36.2	37.4	39.0
Funded %	76.0%	85.5%	89.3%	92.8%	91.6%	104.3%	90.0%	89.4%	91.4%	96.2%

SECTION 4: HISTORICAL INFORMATION

Funding Policy Contribution

The Company’s funding policy is to fund the normal cost plus an amount sufficient to amortize the unfunded accrued liability over 30 years from July 1, 2007. Effective July 1, 2016, changes in unfunded accrued liability are amortized over 10 years. The contribution is made uniformly over the year. The normal cost is the annual cost for actives accruing benefits for the year and a component for prior experience different than assumed. It is impacted by several factors including: active population, interest discount rates, investment return and other demographic experience, and the level of prior-year contributions. The calculation of the normal cost is based on the Frozen Initial Liability cost method and in years following strong asset performance there may be excess asset returns which can reduce the normal costs.

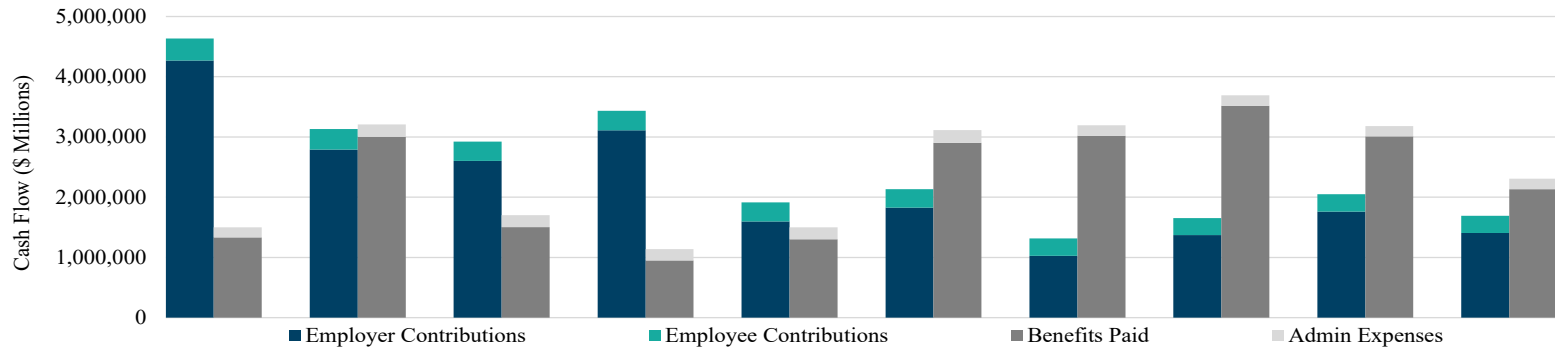


July 1,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Required Contributions	1,797,648	1,405,306	1,257,856	1,081,072	1,134,803	427,544	1,201,596	1,322,745	1,182,582	1,047,357
Covered Compensation	6,023,124	5,186,888	4,858,664	4,782,843	4,589,323	4,869,172	3,923,681	4,133,179	4,086,524	5,584,054
Percent of Covered Compensation	29.846%	27.093%	25.889%	22.603%	24.727%	8.781%	30.624%	32.003%	28.939%	18.756%
Expected Employer Contributions	1,496,492	1,145,962	1,014,923	841,930	905,337	184,085	1,005,412	1,116,086	978,256	768,154
Expected Employee Contributions	301,156	259,344	242,933	239,142	229,466	243,459	196,184	206,659	204,326	279,203

SECTION 4: HISTORICAL INFORMATION

Cash Flows

Each year, a plan pays pension benefits to its participants in pay status as well as operational expenses incurred. Money coming into the plan helps fund and offset these plan costs. A negative cash flow is one indication that a plan may be more mature. In addition, a negative cash flow typically makes it more difficult for a plan to recover from asset losses.



PYE 6/30	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Employer Contributions	4,270,185	2,790,134	2,602,155	3,111,520	1,596,044	1,826,321	1,026,804	1,372,885	1,762,514	1,404,398
Employee Contributions	<u>365,367</u>	<u>340,086</u>	<u>320,450</u>	<u>322,305</u>	<u>319,542</u>	<u>308,205</u>	<u>288,286</u>	<u>279,383</u>	<u>286,220</u>	<u>287,016</u>
Total Contributions	4,635,552	3,130,220	2,922,605	3,433,825	1,915,586	2,134,526	1,315,090	1,652,268	2,048,734	1,691,414
Benefits Paid	(1,332,112)	(3,003,925)	(1,503,429)	(951,414)	(1,302,936)	(2,902,046)	(3,020,182)	(3,517,784)	(3,008,643)	(2,132,002)
Admin Expenses	<u>(167,603)</u>	<u>(203,559)</u>	<u>(199,961)</u>	<u>(187,683)</u>	<u>(197,584)</u>	<u>(213,196)</u>	<u>(174,009)</u>	<u>(174,592)</u>	<u>(171,128)</u>	<u>(174,649)</u>
Total Benefits and Expenses	(1,499,715)	(3,207,484)	(1,703,390)	(1,139,097)	(1,500,520)	(3,115,242)	(3,194,191)	(3,692,376)	(3,179,771)	(2,306,651)
Net Cash Flow	3,135,837	(77,264)	1,219,215	2,294,728	415,066	(980,716)	(1,879,101)	(2,040,108)	(1,131,037)	(615,237)



Board Agenda Item No. 13

December 4, 2025

INFORMATION ITEM

Fiscal Year 2026 Government Finance Officers Association Distinguished Budget Presentation Award

STAFF REPRESENTATIVE

Kenneth A. McDonald, President and CEO

BACKGROUND

Each year, Long Beach Transit's (LBT) Board of Directors adopts a budget to implement the agency's objectives and capital strategic priorities. For LBT's Fiscal Year (FY) 2026 Budget, the Government Finance Officers Association of the United States and Canada (GFOA) has awarded LBT the Distinguished Budget Presentation Award.

The award represents a significant achievement for LBT. It reflects the agency's commitment to meeting the highest principles of governmental budgeting. To receive the award, LBT had to satisfy nationally recognized guidelines for effective budget presentation. These guidelines are designed to assess how well an entity's budget serves as:

- a policy document
- a financial plan
- an operations guide
- a communication device

LBT's budget document was judged by an impartial panel to meet the high standards of the program in regard to 25 specific criteria. Budget documents must be rated "proficient" in all categories and in the mandatory criteria to receive the award.

LBT is honored and proud to be acknowledged for the eighth consecutive year by GFOA for publishing a budget document that meets program criteria as a policy document, a financial plan, an operations guide, as well as a communication device.

The following staff members made significant contributions to the FY 2026 Budget:

- Lisa Patton, Executive Director/VP, Finance and Budget
- Ashley Liang, Treasurer
- Terry Coon, Manager, Finance
- Jenifer Maxwell, Manager, Capital Programs
- Melissa Murray, Senior Accountant
- Irma Pamplona, Finance Analyst
- Kevin Schrader, Budget Analyst
- Sonia Davila, Capital Programs Analyst



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- Carlie Wade, Performance Management Analyst
- Laura Orozco, Administrative Assistant, Finance

STAFF RECOMMENDATION

Not Applicable. Information Item

A handwritten signature in blue ink, reading "K. McDonald", written over a horizontal line.

Kenneth A. McDonald
President and Chief Executive Officer



**The Government Finance Officers Association
of the United States and Canada**

presents this

CERTIFICATE OF RECOGNITION FOR BUDGET PREPARATION

to

**Finance Department
Long Beach Transit, California**



The Certificate of Recognition for Budget Preparation is presented by the Government Finance Officers Association to those individuals who have been instrumental in their government unit achieving a Distinguished Budget Presentation Award. The Distinguished Budget Presentation Award, which is the highest award in governmental budgeting, is presented to those government units whose budgets are judged to adhere to program standards.

Executive Director

Christopher P. Morill

Date: **9/8/2025**