

## BUDGET & FINANCE

### MOTION

### PERSONNEL, AUDITS & HIRING

The Los Angeles Memorial Coliseum Commission (Commission) is a Joint Powers Authority (JPA) created by the City of Los Angeles, County of Los Angeles and the State of California. Assembly Bill (AB) 1912 (2018) requires member agencies to fund the cost of any pension obligations for employees of a JPA. While as of December 14, 2013, the Commission no longer has any employees, the pension obligations to former Commission employees who are members of the California Public Employees Retirement System (CalPERS) remain.

On March 9, 2023 the Commission adopted a resolution (attached) that reports that the Commission's current and projected finances (including the revenues of the related Coliseum Foundation) do not provide sufficient revenues for the Commission to be able to pay its CalPERS pension obligations on an ongoing basis beyond the current fiscal year (2022-2023).

In light of this situation, the Commission's resolution requests that each of its member agencies (City of Los Angeles, County of Los Angeles, and State of California) contribute to meeting the Commission's CalPERS obligations. Specifically, based on calculations from CalPERS, the Commission's outstanding pension obligation is \$4,383,066. This amount would be sufficient to pre-fund the CalPERS pension fund obligation, subject to actuarial assumptions and conditions. The required amount from each of the three JPA member agencies is \$1,461,022 if payment is received by July 30, 2023. This is a one-time contribution, however, each July, CalPERS will determine if there is any change in the valuation, so there will be two year's notice of any additional money due. The pension obligation is fulfilled once there are no more former employees enrolled in the plan.

The City should meet its financial commitment and obligation under AB 1512.

I THEREFORE MOVE that the Council direct the City Administrative Officer to provide recommendations within a Financial Status Report in 2022-23, that identify a source of funds to meet the City's financial obligation and ensure that \$1,461,022 is provided to the Los Angeles Memorial Coliseum Commission prior to July 30, 2023.

I FURTHER MOVE that the Council authorize the City Administrative Officer to finalize and execute a Letter or Agreement or Memorandum of Agreement with the Los Angeles Memorial Coliseum Commission, subject to the City Attorney approval as to form, to establish payment parameters and other terms required to complete this transaction and any future required contributions.

PRESENTED BY: 

CURREN D. PRICE JR.  
COUNCILMEMBER, 9<sup>TH</sup> DISTRICT

SECONDED BY: 

ORIGINAL

MAR 15 2023

**LOS ANGELES MEMORIAL COLISEUM COMMISSION**

**Resolution 2023-1**

WHEREAS, the Coliseum Commission (Commission) is a joint powers authority (JPA) operating under the Amended and Restated Los Angeles Memorial Coliseum Commission Management Agreement of 2013 (as amended July 18, 2017), between the City of Los Angeles, the County of Los Angeles, and the California Science Center (State of California);

WHEREAS, the Commission is contractually obligated to pay for the health and pension benefits of certain of its retired employees as provided through the California Public Employees Retirement System (CalPERS) system;

WHEREAS, the Coliseum Commission's current and projected finances (including the revenues of the related Coliseum Foundation) do not provide sufficient revenues for the Commission to be able to pay its CalPERS pension obligations on an ongoing basis beyond the current fiscal year (2022-2023);

WHEREAS, AB 1912 (2018) obligates a JPA's member agencies to be responsible for the pension obligations of the JPA, including those to CalPERS;

WHEREAS, Commission staff have been in communication with CalPERS staff as to how the Commission can best resolve its CalPERS obligations and ensure that the health and pension benefits of the retired employees covered by CalPERS remain in place;

WHEREAS, CalPERS projects that the amount of \$4,383,066 will be sufficient to pre-fund the CalPERS pension fund obligation, subject to actuarial assumptions and conditions;

WHEREAS, each July, CalPERS will determine if there is any change in the valuation, so there will be two year's notice of any additional money due, and how much that might draw down that credit on the balance in our account;

WHEREAS, if the actuarial assumptions and conditions are consistent with the CalPERS valuation, the Commission will not be required to make additional contributions and the Commission will receive a full refund of the difference after there are no more enrollees in the plan;

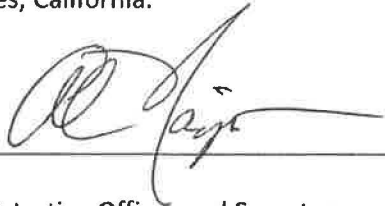
WHEREAS, if the actuarial assumptions and conditions are inconsistent with the CalPERS valuation, the Commission may, in the future (3+ years), be required to contribute additional funds, and the Commission will request the City, County and State to contribute accordingly;

NOW, THEREFORE, the Commission formally requests that each of its member agencies (City of Los Angeles, County of Los Angeles, and State of California) contribute to the Commission an equal share of \$1,461,022 toward the \$4,383,066 total pre-funding payment, to be made available no later than July 30, 2023, in order that the Commission may pay CalPERS to address the Commission's CalPERS obligations and in light of each member agencies' obligations under AB 1912

FURTHER, the Commission directs that Commission staff coordinate with the Commissioners as necessary to expeditiously communicate this request to City, County, and State staff, and to coordinate with City, County, and State officials and staff as necessary to expeditiously implement this request.

ADOPTED

by the LOS ANGELES MEMORIAL COLISEUM COMMISSION on MARCH 9, 2023  
at Los Angeles, California.

A handwritten signature in black ink, appearing to read "R. L. Faj", is written over a horizontal line.

Chief Administrative Officer and Secretary

Los Angeles Memorial Coliseum Commission