

ASSIGNMENT AGREEMENT
PROPOSITION A LOCAL RETURN FUND EXCHANGE

This Assignment Agreement is made and entered into this 10th day of June, 2025, by the City of Hermosa Beach, California and the 23rd of June, 2025 by the City of West Hollywood, California with respect to the following facts:

A. The City of West Hollywood provides fixed services, demand-response services as well as bus pass and on-demand transportation subsidies to serve people with disabilities and the general public. Given the grave traffic congestion and parking problems of the City, West Hollywood is committed to reducing auto dependency by providing alternative modes of transportation. Adequate Proposition A Local Return funding for transit services is not available given the limited amount of West Hollywood's Local Return allocation and the needs of other priority transit projects in the City.

B. The City of Hermosa Beach has uncommitted Proposition A Local Return funds which could be made available to West Hollywood to assist in providing the services discussed in Paragraph A of this Agreement. In exchange for the assignment by West Hollywood of the amount of its general funds indicated in Section 1 below, the City of Hermosa Beach is willing to assign uncommitted Proposition A Local Return funds to West Hollywood for the purpose identified in Paragraph A.

Now, therefore, in consideration of the mutual benefits to be derived by the parties and of the premises herein contained, it is mutually agreed as follows:

1. Exchange. The City of Hermosa Beach agrees to assign a total of \$800,000 of its Proposition A Local Return funds to West Hollywood. West Hollywood agrees to assign \$560,000 of its general funds to the City of Hermosa Beach. The exchange rate is \$.70/\$1.00.
2. Consideration. The City of Hermosa Beach shall assign the agreed upon Proposition A Local Return funds to West Hollywood in one lump-sum payment. West Hollywood shall assign the agreed upon general funds to the City of Hermosa Beach in one lump-sum payment. The payments shall be due and payable upon execution of this Agreement, and upon approval by Los Angeles County Metropolitan Transportation Authority (LACMTA) of the City of West Hollywood's project description. Each payment shall be based on the exchange rate in accordance with the exchange rate described in Paragraph 1 (above).
3. Term. This Agreement is effective on the date above written and for such time as is necessary for both parties to complete their mutual obligations under this Agreement.
4. Termination. Termination of this Agreement may be made by either party so long as written notice of intent to terminate is given to the other party at least five (5) days prior to the termination.

Assignment Agreement

City of Hermosa Beach Approval: June 10, 2025

City of West Hollywood Approval: June 23, 2025

5. Notice Notices shall be given pursuant to this Agreement by personal service on the party to be notified, or by written notice upon such party deposited in the custody of the United States Postal Service addressed as follows:

A. Steve Napolitano
Interim City Manager
City of Hermosa Beach
1315 Valley Dr.
Hermosa Beach, CA 90254

B. David A. Wilson
City Manager
City of West Hollywood
8300 Santa Monica Blvd.
West Hollywood, CA 90069

6. Assurances

A. West Hollywood shall use the assigned Proposition A Local Return funds only for the purpose of providing the services discussed in Paragraph A of this Agreement and within the time limits specified in LA Metro's Proposition A Local Return Program Guidelines.

B. Concurrently with the execution of this Agreement, West Hollywood shall provide LAC Metro with the Standard Assurances and Understandings Regarding Receipt and Use of Proposition A funds specified in the Guidelines regarding the use of the assigned Proposition A Local Return funds.

Assignment Agreement
City of Hermosa Beach Approval: June 10, 2025
City of West Hollywood Approval: June 23, 2025

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be executed by their respective officers, duly authorized, by the City of Hermosa Beach on June 10th, 2025 and by the City of West Hollywood on June 23rd, 2025.

CITY OF HERMOSA BEACH

CITY OF WEST HOLLYWOOD

BY: _____
Brandon Walker, Administrative Services
Director

BY: _____
Eugene Tsipis, Acting Director of
Finance and Technology Services

BY: _____
Steve Napolitano, Interim City Manager

BY: _____
David A. Wilson, City Manager

ATTEST:

Myra Maravilla, City Clerk

BY: _____
Melissa Crowder, City Clerk