



# AGENDA

EL SEGUNDO CITY COUNCIL  
REGULAR MEETING  
TUESDAY, SEPTEMBER 5, 2023

4:00 PM CLOSED SESSION  
6:00 PM OPEN SESSION

CITY COUNCIL CHAMBER  
350 MAIN STREET, EL SEGUNDO, CA 90245

**Drew Boyles, Mayor**  
**Chris Pimentel, Mayor Pro Tem**  
**Carol Pirsztuk, Council Member**  
**Lance Giroux, Council Member**  
**Ryan W. Baldino, Council Member**

Tracy Weaver, City Clerk  
Matthew Robinson, City Treasurer

## Executive Team

Darrell George, City Manager  
Barbara Voss, Deputy City Manager  
Jaime Bermudez, Police Chief  
Michael Allen, Community Development Dir.  
Jose Calderon, IT Director  
Aly Mancini, Recreation, Parks & Library Dir.

Mark Hensley, City Attorney  
David Cain, Interim CFO  
Robert Espinosa, Interim Fire Chief  
Rebecca Redyk, HR Director  
Elias Sassoon, Public Works Dir.

### MISSION STATEMENT:

“Provide a great place to live, work, and visit.”

### VISION STATEMENT:

“Be a global innovation leader where big ideas take off while maintaining our unique small-town character.”

The City Council, with certain statutory exceptions, can only act upon properly posted and listed agenda items. Any writings or documents given to a majority of City Council regarding any matter on this agenda that the City received after issuing the agenda packet are available for public inspection in the City Clerk's Office during normal business hours. Such documents may also be posted on the City's website at [www.elsegundo.org](http://www.elsegundo.org) and additional copies will be available at the City Council meeting.

Unless otherwise noted in the agenda, the public can only comment on City-related business that is within the jurisdiction of the City Council and/or items listed on the agenda during the Public Communications portions of the Meeting. Additionally, members of the public can comment on any Public Hearing item on the agenda during the Public Hearing portion of such item. The time limit for comments is five (5) minutes per person.

Those wishing to address the City Council are requested to complete and submit to the City Clerk a "Speaker Card" located at the Council Chamber entrance. You are not required to provide personal information in order to speak, except to the extent necessary for the City Clerk to call upon you, properly record your name in meeting minutes and to provide contact information for later staff follow-up, if appropriate.

When a Council Member duly requires AB 2449 teleconferencing to attend the City Council meeting the public will also be able to access the meeting and provide public comment via Zoom. To access Zoom from a PC, Mac, iPad, iPhone, or Android device, use URL <https://zoom.us/j/81951332052> and enter PIN: 903629 or visit [www.zoom.us](http://www.zoom.us) on device of choice, click on "Join a Meeting" and enter meeting ID: 81951332052 and PIN: 903629. If joining by phone, dial 1-669-900-9128 and enter meeting ID and PIN. *To reiterate, attending a City Council meeting by Zoom will only be used when AB 2449 is used.*

NOTE: Your phone number is captured by the Zoom software and is subject to the Public Records Act, dial \*67 BEFORE dialing in to remain anonymous. Members of the public will be placed in a "listen only" mode and your video feed will not be shared with City Council or members of the public.

***REASONABLE ACCOMMODATIONS: In compliance with the Americans with Disabilities Act and Government Code Section 54953(g), the City Council has adopted a reasonable accommodation policy to swiftly resolve accommodation requests. The policy can also be found on the City's website at <https://www.elsegundo.org/government/departments/city-clerk>. Please contact the City Clerk's Office at (310) 524-2308 to make an accommodation request or to obtain a copy of the policy.***

**4:00 PM CLOSED SESSION – CALL TO ORDER / ROLL CALL**

**PUBLIC COMMUNICATION – (RELATED TO CITY BUSINESS ONLY – 5-MINUTE LIMIT PER PERSON, 30-MINUTE LIMIT TOTAL)** *Individuals who have received value of \$50 or more to communicate to the City Council on behalf of another, and employees speaking on behalf of their employer, must so identify themselves prior to addressing City Council. Failure to do so shall be a misdemeanor and punishable by a fine of \$250. While all comments are welcome, the Brown Act does not allow City Council to take action on any item not on the agenda. City Council and/or City Manager will respond to comments after Public Communications is closed.*

**SPECIAL ORDERS OF BUSINESS**

**RECESS INTO CLOSED SESSION:** City Council may move into a closed session pursuant to applicable law, including the Brown Act (Government Code Section §54960, et seq.) for purposes of conferring with City’s Real Property Negotiator; and/or conferring with City Attorney on potential and/or existing litigation; and/or discussing matters covered under Government Code Section §54957 (Personnel); and/or conferring with City’s Labor Negotiators.

**CONFERENCE WITH CITY’S LABOR NEGOTIATOR (GOV’T CODE §54957.6): -2-MATTER(S)**

1. Employee Organizations: Police Management Association (PMA) and Fire Fighter Association (FFA).

Representative: City Manager, Darrell George, Human Resources Director, Rebecca Redyk, Laura Droltz Kalty, and Alex Volberding

**6:00 PM – CONVENE OPEN SESSION – CALL TO ORDER / ROLL CALL**

**INVOCATION** – Rabbi Dovid Lisbon, Jewish Community Center

**PLEDGE OF ALLEGIANCE** – Council Member Baldino

**SPECIAL PRESENTATIONS**

1. Young Entrepreneurs of El Segundo Commendation
2. ESHS Boys Volleyball Commendation

**PUBLIC COMMUNICATIONS – (RELATED TO CITY BUSINESS ONLY – 5 MINUTE LIMIT PER PERSON, 30 MINUTE LIMIT TOTAL)** *Individuals who have received value of \$50 or more to communicate to the City Council on behalf of another, and employees speaking on behalf of their employer, must so identify themselves prior to addressing the City Council. Failure to do so shall be a misdemeanor and punishable by a fine of \$250. While all comments are welcome, the Brown Act does not allow Council to take action on any item not on the agenda. The Council will respond to comments after Public Communications is closed.*

## **CITY MANAGER FOLLOW-UP COMMENTS – (Related to Public Communications)**

- Hyperion Water Reclamation Plant Update

### **A. PROCEDURAL MOTIONS**

#### **Read All Ordinances and Resolutions on the Agenda by Title Only**

Recommendation -

Approval

### **B. CONSENT**

#### **3. City Council Meeting Minutes**

Recommendation -

1. Approve Regular City Council meeting minutes of August 15, 2023.
2. Alternatively, discuss and take other action related to this item.

#### **4. Warrant Demand Register for July 10, 2023 through July 16, 2023**

Recommendation -

1. Ratify payroll and employee benefit checks, checks released early due to contracts or agreements, emergency disbursements and/or adjustments, and wire transfers.
2. Approve Warrant Demand Register numbers 2A: warrant numbers 3046505 through 3046568.
3. Alternatively, discuss and take other action related to this item.

#### **5. Fiscal Year 2023-24 Adopted Budget Increase for Fiscal Year 2022-23 Continuing Appropriations**

Recommendation -

1. Approve continuing appropriations from FY 2022-23 to FY 2023-24, thereby amending the Fiscal Year 2023-24 Adopted Budget in the Funds and by the amounts contained in Attachment A.
2. Alternatively, discuss and take other action related to this item.

6. **Second Reading of an Ordinance Amending El Segundo Municipal Code Chapter 1-6 (Personnel Merit System) to Expand List of Positions Exempt from the Civil Service System**

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Recommendation -

1. Conduct a second reading and adopt the proposed Ordinance amending El Segundo Municipal Code Chapter 1-6 to expand the list of positions exempt from the Civil Service System.
2. Alternatively, discuss and take other action related to this item.

7. **Purchase of Three Replacement Police Vehicles**

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Recommendation -

1. Authorize waiving the formal bidding requirements pursuant to El Segundo Municipal Code § 1-7-9(A) to replace two police K9 patrol vehicles originally due for replacement in September 2020 and a Sergeant's patrol vehicle due for replacement in September 2024 for \$162,497.90, with an additional \$24,374.69 as a contingency fund for potential unforeseen supply chain issues.
2. Authorize Public Works to auction three police vehicles following their replacement.
3. Authorize the City Manager to execute any necessary agreements or associated documents necessary to complete the purchase of three police vehicles and auction of the vehicles to be replaced.
4. Alternatively, discuss and take other action related to this item.

**C. PUBLIC HEARINGS**

**D. STAFF PRESENTATIONS**

8. **S&P Global Ratings Increase of El Segundo's Long-Term Credit Rating to "AAA" from "AA+"**

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Recommendation -

1. Receive and file Standard and Poor's Global (S&P) Rating report and letter for the City of El Segundo's August 8, 2023 credit rating upgrade to "AAA."
2. Alternatively, discuss and take other action related to this item.

**9. Resolution to Waive Fees Associated with the World Series Championship Parade and Team Recognition Ceremony for the El Segundo Little League**

Recommendation -

1. Pursuant to El Segundo Municipal Code § 8-8-7(D), adopt the proposed resolution to waive all fees for the El Segundo Little League championship parade on September 10, 2023.
2. Alternatively, discuss and take other action related to this item.

**E. COMMITTEES, COMMISSIONS AND BOARDS PRESENTATIONS**

**F. REPORTS - CITY CLERK**

**G. REPORTS - CITY TREASURER**

**10. Investment Portfolio Report for June 2023**

Recommendation -

1. Receive and file the Investment Portfolio Report dated June 2023.
2. Alternatively, discuss and take other action related to this item.

**H. REPORTS - COUNCIL MEMBERS**

COUNCIL MEMBER BALDINO

COUNCIL MEMBER GIROUX

COUNCIL MEMBER PIRSZTUK

MAYOR PRO TEM PIMENTEL

MAYOR BOYLES

**I. REPORTS - CITY ATTORNEY**

**J. REPORTS/FOLLOW-UP - CITY MANAGER**

**CLOSED SESSION**

*The City Council may move into a closed session pursuant to applicable law, including the Brown Act (Government Code Section §54960, et seq.) for the purposes of conferring with the City's Real Property Negotiator; and/or conferring with the City Attorney on potential and/or existing litigation; and/or discussing matters covered under Government Code Section §54957 (Personnel); and/or conferring with the City's Labor Negotiators.*

**REPORT OF ACTION TAKEN IN CLOSED SESSION** (if required)

**MEMORIALS**

**ADJOURNMENT**

POSTED:

DATE: August 30, 2023

TIME: 5:30 PM

BY: Tracy Weaver, City Clerk

MEETING MINUTES OF THE EL SEGUNDO CITY COUNCIL  
TUESDAY, AUGUST 15, 2023

CLOSED SESSION – Mayor Boyles called the meeting to order at 4:30 PM due to lack of quorum at 4:00 PM

ROLL CALL

Mayor Boyles - Present  
Mayor Pro Tem Pimentel - Present  
Council Member Pirsztuk - Present  
Council Member Giroux - Present  
Council Member Baldino - Present

PUBLIC COMMUNICATION – (Related to City Business Only – 5-minute limit per person, 30-minute limit total)

SPECIAL ORDER OF BUSINESS:

Mayor Boyles announced that Council would be meeting in closed session pursuant to the items listed on the agenda.

CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION (GOV'T CODE §54956.9(D)(1): -5- MATTER(S)

1. City of El Segundo v. Wiseburn Unified School District, Los Angeles Superior Court Case No. 23TRCV01031.
2. Retired Police Officer Rex Flower Workers Compensation Claim (WCAB) No.: ADJ7459554).
3. Retired Police Officer Kenneth McShane Workers Compensation Claim (WCAB) No.: ADJ11083019).
4. Retired Police Officer Darrell Lewis Workers Compensation Claim (WCAB) No.: ADJ9634084).
5. Retired Fire Fighter Scott Marinez Workers Compensation Claim (WCAB) No.: ADJ2810794).

CONFERENCE WITH CITY'S LABOR NEGOTIATOR (Government Code §54957.6): -2- MATTER(S)

1. Employee Organizations: Police Management Association (PMA) and Fire Fighter Association (FFA).

Representative: City Manager, Darrell George, Human Resources Director, Rebecca Redyk, Laura Droltz Kalty, and Alex Volberding.



Adjourned at 5:50 PM

OPEN SESSION – Mayor Boyles called to order at 6:01 PM

ROLL CALL

|                         |   |         |
|-------------------------|---|---------|
| Mayor Boyles            | - | Present |
| Mayor Pro Tem Pimentel  | - | Present |
| Council Member Pirsztuk | - | Present |
| Council Member Giroux   | - | Present |
| Council Member Baldino  | - | Present |

INVOCATION – Council Member Pirsztuk

PLEDGE OF ALLEGIANCE – Council Member Pimentel

SPECIAL PRESENTATIONS:

1. Proclamation read by Council Member Baldino, honoring the *Diamond Jubilee* birthday, celebrating 75 years of immeasurable contributions, and inspiring our community. Mark Herbert, Library Manager received the proclamation.

PUBLIC COMMUNICATIONS – (Related to City Business Only – 5-minute limit per person, 30-minute limit total)

Marsha Hansen – 2023 Main Street Car Show invitation for all, Saturday, August 19, 2023.

Brett Moore – Resident commented on Arts & Culture Advisory Committee Land Acknowledgement

Kristen Dorsey – Resident commented on Arts & Culture Advisory Committee Land Acknowledgement

Debbi Shrum – Resident commented on Hilltop Park

CITY MANAGER FOLLOW-UP COMMENTS:

Darrell George, City Manager gave an update on the Hyperion Water Reclamation Plant. Printed information was provided on day of meeting, the printed material was posted to the City’s website and made available to the public at the meeting.

City of El Segundo received a Financial AAA Credit Rating, former CFO, Joe Lillio here to speak on rating that City received.

- A. Read all Ordinances and Resolutions on the Agenda by Title Only.

MOTION by Council Member Giroux, SECONDED by Council Member Pirsztuk to read all ordinances and resolutions on the agenda by title only. MOTION PASSED BY A UNANIMOUS VOICE VOTE. 5/0

B. CONSENT:

2. Approve Special (CCB Interviews) City Council meeting minutes of June 16, 2023, Regular City Council meeting minutes of June 20, 2023, Special (Open Session) City Council meeting minutes of June 28, 2023, Special (Joint with ESUSD-Team Building) City Council meeting minutes of June 28, 2023, Special (CCB Interviews) City Council meeting minutes of July 10, 2023 and Special (Closed Session) City Council meeting minutes of July 12, 2023.  
(Fiscal Impact: None)
3. Approve warrants demand register for May 29 through July 9, 2023, numbers 23A, 23B, 24A, 24B, 25A: warrant numbers 3045830 through 3046504, and 9002932 through 9002988. Ratify Payroll and employee benefit Checks; Checks released early due to contracts or agreement; Emergency disbursements and/or adjustments; and, Wire transfers.  
(Fiscal Impact: \$16,693,165.36 (\$3,705,009.94 in check warrants and \$12,988,155.42 in wire warrants))
4. Adopt Resolution No. 5428 acknowledging receipt of the El Segundo Fire Department's annual inspection compliance report, as required by California Health and Safety Code §§ 13146.2 and 13146.3.  
(Fiscal Impact: None)
5. Accept Checkout Building Restroom Facilities Improvement by Union Construction Company as complete and authorize the City Clerk to file a Notice of Completion with the County Recorder's Office. Project No. PW 21-09.  
(Fiscal Impact: \$\$553,295.14, included in adopted FY 2022-23 budget)
6. Approve the designation of Voting Delegates and alternates to the Cal Cities Annual Conference and Exposition.  
(Fiscal Impact: None)
7. Approve continuing appropriations in FY 2023-24 for ongoing Capital Improvement Program (CIP) projects funded through Gas Tax, Prop C, Measure M, and Smoky Hollow Parking in Lieu Fee Accounts as part of the FY 2022-23 budget.  
(Fiscal Impact: \$1,880,013 (budgeted in FY 2022-23). Staff requests continuing appropriations in the following accounts by rolling over unencumbered ongoing CIP projects funding from FY 2022-23 to FY 2023-24: New appropriations for FY 2023-24 for continuing appropriations: 001-400-4101-6304 (Smoky Hollow Parking in Lieu Fee) - \$241,915.00, 106-400-8203-8606 (Gas Tax, Sidewalk Repair) - \$248,768.00, 114-400-8203-8943 (Prop C, Local Street rehab.) - \$1,296,640.00, 127-400-0000-8382 (Measure M Expenditures) - \$92,690.00)
8. Adopt Resolution No. 5430 Appointing Human Resource Director Rebecca Redyk as an alternate representative to the Independent Cities Risk Manager Authority ("ICRMA") governing board ("ICRMA Board") and maintaining Interim

Chief Financial Officer David Cain as Primary Board Member and Council Member Carol Pirsztuk as an alternate representative.  
(Fiscal Impact: None)

9. Waive formal bidding requirements pursuant to El Segundo Municipal Code § 1-7-9(A) and authorize the City Manager to enter into Agreement No. 6725 with Emergency Planning Consultants to update the City's Hazard Mitigation Plan.  
(Fiscal Impact: \$52,500, included in the adopted FY 2023-24 budget)

MOTION by Council Member Giroux, SECONDED by Council Member Pirsztuk, approving Consent items 2, 3, 4, 5, 6, 7, 8, and 9. MOTION PASSED BY A UNANIMOUS VOICE VOTE. 5/0

PUBLIC HEARING:

STAFF PRESENTATIONS: *(Items D15, D16 & D14 order switched)*

10. Amendment to the City Manager's Employment Agreement to Increase the Annual Base Salary  
(Fiscal Impact: Retroactive to January 1, 2023 is \$6,941 for FY 2022-23. The ongoing fiscal year impact is \$13,882 for FY 2023-24. Funding for this proposed amendment is not included in the adopted FY 2023-24 General Fund budget, therefore, staff is requesting the following budget increases: new appropriations for FY 2023-24: Total \$13,882 - 001-400-2101-4100 Salaries Full Time - \$10,800.00, 001-400-2101-4201 Retirement CalPERS - \$1,100.00, 001-400-2101-4202 FICA - \$826.00, 001-400-2101-4203 Workers' Compensation - \$76.00, 001-400-2101-4211 401(a) Employer's Contribution - \$1,080.00)

Rebecca Redyk, Human Resources Director reported on the item.

Council Discussion

MOTION by Council Member Baldino, SECONDED by Council Member Giroux approving the amendment No. 6420A to the City Manager's Employment Agreement to provide a four percent annual base salary increase (\$270,000 to \$280,800). MOTION PASSED BY A UNANIMOUS VOTE. 5/0

Mark Hensley, City Attorney read by title only;

#### RESOLUTION NO. 5431

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF EL SEGUNDO,  
CALIFORNIA, MODIFYING THE ANNUAL SALARY FOR THE CITY MANAGER JOB  
CLASSIFICATION.

MOTION by Council Member Baldino, SECONDED by Council Member Giroux adopting Resolution No. 5431. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

- 11. First Reading of an Ordinance Amending El Segundo Municipal Code Chapter 1-6 (Personal Merit System) to Expand the List of Positions Exempt from the Civil Service System  
(Fiscal Impact: None)

Rebecca Redyk, Human Resources Director reported on the item.

Council Discussion

Mark Hensley, City Attorney read by title only;

ORDINANCE NO. 1650

AN ORDINANCE AMENDING EL SEGUNDO MUNICIPAL CODE CHAPTER 1-6 (PERSONNEL MERIT SYSTEM) TO EXPAND THE LIST OF POSITIONS EXEMPT FROM THE CIVIL SERVICE SYSTEM.

Council Member Pirsztuk introduced the item. Second reading and possible adoption of the Ordinance is scheduled for the September 5, 2023 Regular Council Meeting.

- 12. Resolution of Intention and First Reading of an Ordinance Authorizing an Amendment to the City’s CalPERS Contract to Implement Additional Government Code § 20516 Employee Cost Sharing for Classic Police Services Support Employees’ Association Members  
(Fiscal Impact: The retirement contract amendment will have an estimated \$3,698 annual savings to the City as the employees will be picking up a portion of the “employer share” of their retirement cost)

Rebecca Redyk, Human Resources Director reported on the item.

Council discussion

Mark Hensley, City Attorney read by title only;

RESOLUTION NO. 5429

A RESOLUTION OF INTENTION TO APPROVE AN AMENDMENT TO CONTRACT BETWEEN THE BOARD OF ADMINISTRATION CALIFORNIA PUBLIC EMPLOYEES’ RETIREMENT SYSTEM AND THE CITY COUNCIL CITY OF EL SEGUNDO

MOTION by Council Member Pimentel, SECONDED by Council Member Giroux adopting Resolution No. 5429. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

MOTION by Council Member Pimentel, SECONDED by Council Member Baldino authorizing the City Manager and City Clerk, to execute CalPERS forms as required for submission to CalPERS to facilitate CalPERS contract amendment process. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

Mark Hensley, City Attorney read by title only;

ORDINANCE NO. 1651

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF EL SEGUNDO AUTHORIZING AN AMENDMENT TO THE CONTRACT BETWEEN THE CITY OF EL SEGUNDO AND THE BOARD OF ADMINISTRATION OF THE CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM.

Council Member Pimentel introduced the item. Second reading and possible adoption of the Ordinance is scheduled for the September 5, 2023 Regular Council Meeting.

13. Resolutions Amending Chapter 1A2 of the City's Administrative Code for the Management Confidential Series Relating to Salary Increases and Benefit Changes, Including Retiree Health Benefit Changes

(Fiscal Impact: The fiscal impact of the proposed salary and benefit changes to Chapter 1A2 of the Administrative Code for the Management and Confidential Series is approximately \$928,607 for FY 2023-2024. This cost assumes that all forty-two (42) incumbent employees elect the voluntary arbitration agreement in exchange for a \$10,000 bonus payment. Additional Appropriation: Staff is requesting an additional appropriation of \$928,607 in FY 2023-24 for implementing the terms of the salary and benefit changes for the Management and Confidential Series employees.

Account Numbers: \$800,552 to 001-400-XXXX (General Fund), \$2,322 to 106-400-XXXX (State Gas Tax Fund), \$23,215 to 126-400-XXXX (CUPA Fund), \$24,376 to 501-400-XXXX (Water Utility Fund), \$34,823 to 502-400-XXXX (Sewer Fund), \$10,818 to 602-400-XXXX (Liability Insurance Fund), \$32,501 to 603-400-XXXX (Workers' Comp Reserve/Insurance Fund))

Rebecca Redyk, Human Resources Director reported on the item.

Council discussion

Mark Hensley, City Attorney read by title only:

RESOLUTION NO. 5432

A RESOLUTION OF THE CITY OF EL SEGUNDO, CALIFORNIA AMENDING THE CITY'S ADMINISTRATIVE CODE TO UPDATE SECTIONS FOR SPECIFIC UNREPRESENTED CLASSIFICATIONS UNDER CHAPTER 1A2 (MANAGEMENT – CONFIDENTIAL SERIES)

MOTION by Council Member Giroux, SECONDED by Council Member Baldino adopting Resolution No. 5432. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

Mark Hensley, City Attorney read by title only:

RESOLUTION NO. 5433

EL SEGUNDO CITY COUNCIL MEETING MINUTES  
AUGUST 15, 2023  
PAGE 6

FIXING THE EMPLOYER CONTRIBUTION  
UNDER THE PUBLIC EMPLOYEES' MEDICAL AND HOSPITAL CARE ACT  
AT AN EQUAL AMOUNT FOR EMPLOYEES AND ANNUITANTS  
WITH RESPECT TO A RECOGNIZED EMPLOYEE ORGANIZATION  
001 EL SEGUNDO MID-MANAGEMENT/CONFIDENTIAL

MOTION by Council Member Pirsztuk, SECONDED by Council Member Giroux adopting Resolution No. 5433. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

15. Consideration of Two Acre Land Dedication Offer by CDC Mar East Campus 1 LLC to City  
(Fiscal Impact: See agenda staff report for details)

Mark Hensley, City Attorney and Michael Allen, Community Development Director and Alex Rose, CDC Mar reported on the item.

Council discussion

MOTION by Council Member Pimentel, SECONDED by Council Member Baldino directing City Attorney, staff to explore land options. MOTION PASSED BY A UNANIMOUS VOTE. YES 4/1 Giroux, NO

16. Agreement with KOA Corporation for Construction Management Services for the Urho Saari Swim Stadium (“The Plunge”) Project  
(Fiscal Impact: See agenda staff report for details)

Elias Sassoon, Public Works Director reported on the item.  
KOA Consultant answered council questions.

Council Discussion

MOTION by Council Member Pirsztuk, SECONDED by Council Member Giroux authorizing the City Manager to execute professional services Agreement No. 6726 with KOA Corporation for \$998,589.82 for construction management services for the Urho Saari Swim Stadium project and authorize an additional \$100,000 for contingency. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

14. Urho Saari Swim Stadium (“The Plunge”) Capital Campaign  
(Fiscal Impact: No additional appropriation is needed in FY 23-24.  
The design and installation of the proposed Legacy Wall is estimated to be \$20,000 from account 702-233-5101- 5418 (Trust Fund for Plunge Rehab Reserve). The revenue potential for the Urho Saari Swim Stadium Capital Campaign is \$3,000,000 for account 702-233-5101-5418)

Aly Mancini, Recreation, Parks, and Library Director reported on the item.

Council discussion

MOTION by Council Member Pirsztuk, SECONDED by Council Member Baldino approving the proposed Urho Saari Swim Stadium Capital Campaign. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

- E. COMMITTEES, COMISSIONS AND BOARDS PRESENTATIONS: None
- F. REPORTS – CITY CLERK – No report
- G. REPORTS – CITY TREASURER – Not present
- H. REPORTS – COUNCIL MEMBERS

Council Member Baldino –

- 17. Discussion of Possibly Creating a Planning Commission Subcommittee to Review, Update, and Implement the South Bay Bicycle Master Plan and Other Multi-Model City Initiatives  
(Fiscal Impact: None)

Council Member Baldino reported on the item.

Council discussion

MOTION by Council Member Pirsztuk, SECONDED by Council Member Baldino approving the establishment of a Planning Commission subcommittee to review, update and implement the South Bay Bicycle Master Plan and other Multi-Model City Initiative. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

- 18. Alternate Uses for the Abandoned Reservoir Area at Hilltop Park  
(Fiscal Impact: None)

Council Member Baldino reported on the item.

Council discussion

MOTION by Council Member Baldino, SECONDED by Council Member Giroux directing staff to analyze alternate uses for the abandoned reservoir area at Hilltop Park. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

Council Member Giroux –

- 19. Diversity, Equity, and Inclusion Committee Student Representatives  
(Fiscal Impact: None)

Council Member Giroux reported on the item.

MOTION by Council Member Baldino, SECONDED by Council Member Giroux approving a one-year pilot program that would designate two adult representatives from ESUSD and/or DaVinci High School to the City's Diversity, Equity, and Inclusion (DEI) Committee in lieu of filling the two current vacancies and bring back the bylaws to be amended at a subsequent meeting. MOTION PASSED BY A UNANIMOUS VOTE. 5/0

Council Member Pirsztuk – Thanked Rec, Park & Library staff for all summer activities and summer concerts in the park. Park & Rec subcommittee is meeting ongoing for Phase 1 planning of various locations at Rec Park. Thanked Public Works staff for slurry seal project improvements around town. Schools commence next week, lots of E-Bikes on the roads so please drive safe.

Mayor Pro Tem Pimentel – California of Governments transportation meeting will begin in September. League of Cities annual advisory looking for volunteers, LA county sanitation meeting tomorrow, attended meeting at Air Force base with City Manager. For Slurry program issue use the *ReportIt* App on the City's website. City is partnering with SideBar firm to bolster City's reputation as a home for startups.

Mayor Boyles – Attending the SCAG meeting tomorrow regarding RHNA and Housing Element Reform on affordable housing. Congratulations to El Segundo Little League Western Champs. Added the Art Walk is next weekend.

- I. REPORTS – CITY ATTORNEY – No report
- J. REPORTS/FOLLOW-UP – CITY MANAGER – No report

MEMORIAL –John Stroh and Mary Strenn.

Adjourned at 8:21 PM

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Lili Sandoval, Deputy City Clerk





## City Council Agenda Statement

Meeting Date: September 5, 2023

Agenda Heading: Consent

Item Number: B.4

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### **TITLE:**

Warrant Demand Register for July 10, 2023 through July 16, 2023

### **RECOMMENDATION:**

1. Ratify payroll and employee benefit checks, checks released early due to contracts or agreements, emergency disbursements and/or adjustments, and wire transfers.
2. Approve Warrant Demand Register numbers 2A: warrant numbers 3046505 through 3046568.
3. Alternatively, discuss and take other action related to this item.

### **FISCAL IMPACT:**

The warrants presented were drawn in payment of demands included within the FY 2023-2024 Adopted Budget. The total of \$4,449,540.51 (\$997,011.36 in check warrants and \$3,452,529.15 in wire warrants) are for demands drawn on the FY 2023-2024 Budget.

### **BACKGROUND:**

California Government Code Section 37208 provides General Law cities flexibility in how budgeted warrants, demands, and payroll are audited and ratified by their legislative body. Pursuant to Section 37208 of the California Government Code, warrants drawn in payments of demands are certified by the City's Chief Financial Officer and City Manager as conforming to the authorized expenditures set forth in the City Council adopted budget need not be audited by the City Council prior to payment, but may be presented to the City Council at the first meeting after delivery.

In government finance, a warrant is a written order to pay that instructs a federal, state, county, or city government treasurer to pay the warrant holder on demand or after a specific date. Such warrants look like checks and clear through the banking system like

## **Warrant Demand Register**

**September 5, 2023**

**Page 2 of 2**

checks. Warrants are issued for payroll to individual employees, accounts payable to vendors, to local governments, and to companies or individual taxpayers receiving a refund.

### **DISCUSSION:**

The attached Warrants Listing delineates the warrants that have been paid for the period identified above. The Chief Financial Officer certifies that the listed warrants were drawn in payment of demands conforming to the adopted budget and that these demands are being presented to the City Council at its first meeting after the delivery of the warrants.

### **CITY STRATEGIC PLAN COMPLIANCE:**

Goal 5: Champion Economic Development and Fiscal Sustainability

Objective 5B: El Segundo approaches its work in a financially strategic and responsible way.

#### **PREPARED BY:**

Liz Lydic, Management Analyst

#### **REVIEWED BY:**

Wei Cao, CPA, CPFO, Finance Manager

#### **APPROVED BY:**

Barbara Voss, Deputy City Manager

### **ATTACHED SUPPORTING DOCUMENTS:**

1. 2a - summary

CITY OF EL SEGUNDO  
WARRANTS TOTALS BY FUND

3046505 - 3046568  
0 - 0

DATE OF APPROVAL: AS OF 8/01/23

REGISTER # 2a

|     |  |                      |
|-----|--|----------------------|
| 001 | GENERAL FUND                           | 780,966.36           |
| 003 | EXPENDABLE TRUST FUND - OTHER          | 1,500.00             |
| 104 | TRAFFIC SAFETY FUND                    | -                    |
| 106 | STATE GAS TAX FUND                     | 4.32                 |
| 108 | ASSOCIATED RECREATION ACTIVITIES FUND  | -                    |
| 109 | ASSET FORFEITURE FUND                  | -                    |
| 111 | COMM. DEVEL. BLOCK GRANT               | -                    |
| 112 | PROP "A" TRANSPORTATION                | -                    |
| 114 | PROP "C" TRANSPORTATION                | -                    |
| 115 | AIR QUALITY INVESTMENT PROGRAM         | -                    |
| 116 | HOME SOUND INSTALLATION FUND           | -                    |
| 117 | HYPERION MITIGATION FUND               | -                    |
| 118 | TDA ARTICLE 3 - SB 821 BIKEWAY FUND    | -                    |
| 119 | MTA GRANT                              | -                    |
| 121 | FEMA                                   | -                    |
| 120 | C.O.P.S. FUND                          | -                    |
| 122 | L.A.W.A. FUND                          | -                    |
| 123 | PSAF PROPERTY TAX PUBLIC SAFETY        | -                    |
| 124 | FEDERAL GRANTS                         | -                    |
| 125 | STATE GRANT                            | -                    |
| 126 | A/P CUPA PROGRAM OVERSIGHT SURCHARGE   | 71.82                |
| 127 | MEASURE "M"                            | -                    |
| 128 | SB-1                                   | -                    |
| 129 | CERTIFIED ACCESS SPECIALIST PROGRAM    | -                    |
| 130 | AFFORDABLE HOUSING                     | -                    |
| 131 | COUNTY STORM WATER PROGRAM             | 18,060.25            |
| 132 | MEASURE "B"                            | -                    |
| 301 | CAPITAL IMPROVEMENT FUND               | 153,025.32           |
| 302 | INFRASTRUCTURE REPLACEMENT FUND        | -                    |
| 405 | FACILITIES MAINTENANCE                 | -                    |
| 501 | WATER UTILITY FUND                     | 13,448.06            |
| 502 | WASTEWATER FUND                        | 6,633.18             |
| 503 | GOLF COURSE FUND                       | -                    |
| 505 | SOLID WASTE FUND                       | -                    |
| 601 | EQUIPMENT REPLACEMENT                  | -                    |
| 602 | LIABILITY INSURANCE                    | 24.44                |
| 603 | WORKERS COMP. RESERVE/INSURANCE        | 59.65                |
| 701 | RETIRED EMP. INSURANCE                 | -                    |
| 702 | EXPENDABLE TRUST FUND - DEVELOPER FEES | 136.83               |
| 704 | EXPENDABLE TRUST FUND - OTHER          | -                    |
| 706 | OUTSIDE SERVICES TRUST                 | 23,074.00            |
|     | TOTAL WARRANTS                         | <u>\$ 997,011.36</u> |

STATE OF CALIFORNIA  
COUNTY OF LOS ANGELES

Information on actual expenditures is available in the Director of Finance's office in the City of El Segundo.

I certify as to the accuracy of the Demands and the availability of fund for payment thereof.

For Approval: Regular checks held for City council authorization to release.

CODES:

R = Computer generated checks for all non-emergency/urgency payments for materials, supplies and services in support of City Operations

For Ratification:

A = Payroll and Employee Benefit checks

B - F = Computer generated Early Release disbursements and/or adjustments approved by the City Manager. Such as: payments for utility services, petty cash and employee travel expense reimbursements, various refunds, contract employee services consistent with current contractual agreements, instances where prompt payment discounts can be obtained or late payment penalties can be avoided or when a situation arises that the City Manager approves.

H = Handwritten Early Release disbursements and/or adjustments approved by the City Manager.

INTERIM CFO

DATE:

7/25/23

CITY MANAGER

DATE:

7/31/23

VOID CHECKS DUE TO ALIGNMENT:

N/A

VOID CHECKS DUE TO INCORRECT CHECK DATE:

VOID CHECKS DUE TO COMPUTER SOFTWARE ERROR:

NOTES

**CITY OF EL SEGUNDO  
 PAYMENTS BY WIRE TRANSFER  
 7/10/23 THROUGH 7/16/23**


| <u>Date</u>     | <u>Payee</u>             |                     | <u>Description</u>   |
|-----------------|--------------------------|---------------------|--|
| 7/10/2023       | IRS                      | 296,628.48          | Federal 941 Deposit  |
| 7/10/2023       | Employment Development   | 4,977.70            | State SDI payment  |
| 7/10/2023       | Employment Development   | 68,095.34           | State PIT Withholding  |
| 7/10/2023       | Cal Pers                 | 616,130.46          | EFT Health Insurance Payment                                 |
| 7/10/2023       | West Basin               | 2,173,129.34        | H2O payment  |
| 7/11/2023       | Cal Pers                 | 58,395.51           | EFT Retirement Safety Police Classic - 1st Tier 28           |
| 7/11/2023       | Cal Pers                 | 59,869.98           | EFT Retirement Misc - PEPRA New 26013                        |
| 7/11/2023       | Cal Pers                 | 49,437.27           | EFT Retirement Safety Fire- Classic 30168                    |
| 7/11/2023       | Cal Pers                 | 30,631.69           | EFT Retirement Safety-Police-PEPRA New 25021                 |
| 7/11/2023       | Cal Pers                 | 35,247.16           | EFT Retirement Misc - Classic 27                             |
| 7/11/2023       | Cal Pers                 | 15,070.39           | EFT Retirement Safety-Fire-PEPRA New 25020                   |
| 7/11/2023       | Cal Pers                 | 8,183.49            | EFT Retirement Sfty Police Classic-2nd Tier 30169            |
| 7/11/123        | Cal Pers                 | 811.20              | Survivor Benefit Employer Contributions - Police 28          |
| 7/11/123        | Cal Pers                 | 736.80              | Survivor Benefit Employer Contributions - Police PEPRA 25021 |
| 7/11/123        | Cal Pers                 | 720.00              | Survivor Benefit Employer Contributions - Fire 30168         |
| 7/11/123        | Cal Pers                 | 374.40              | Survivor Benefit Employer Contributions - Fire PEPRA         |
| 7/11/123        | Cal Pers                 | 112.80              | Survivor Benefit Employer Contributions - Police 30169       |
| 7/11/2023       | Chase Bank               | 223.57              | Deluxe - Deposit slips                                       |
| 7/13/2023       | California EDD           | 498.67              | Reconciliation payment                                       |
| 7/01/23-7/09/23 | Workers Comp Activity    | 21,499.36           | SCRMA checks issued  |
| 7/01/23-7/09/23 | Liability Trust - Claims | 11,755.54           | Claim checks issued/(voided)                                 |
| 7/01/23-7/09/23 | Retiree Health Insurance | -                   | Health Reimbursement checks issued                           |
|                 |                          | <u>3,452,529.15</u> |  |


**DATE OF RATIFICATION: 7/20/23**

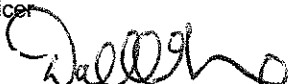
**TOTAL PAYMENTS BY WIRE:**

**3,452,529.15**

Certified as to the accuracy of the wire transfers by:

 7/20/23  
 Treasury & Customer Services Manager Date

 7/25/23  
 Chief Financial Officer Date

 7-31-23  
 City Manager Date

Information on actual expenditures is available in the City Treasurer's Office of the City of El Segundo.

CITY OF EL SEGUNDO  
WARRANTS TOTALS BY DEPARTMENT  
AS OF 8/01/23  
REGISTER # 2a

| DEPT#   | NAME                          | TOTAL      |
|---|-------------------------------|------------|
| <b>GENERAL FUND DEPARTMENTAL EXPENDITURES</b> |                               |            |
| <b>GENERAL GOVERNMENT</b>                     |                               |            |
| 1101  | City Council                  |            |
| 1201  | City Treasurer                | 7,196.53   |
| 1300  | City Clerk                    | 177.26     |
| 2101  | City Manager                  | 3,253.90   |
| 2102  | Communications                | 90.82      |
| 2103  | El Segundo Media              |            |
| 2201  | City Attorney                 |            |
| 2401  | Economic Development          |            |
| 2402  | Planning                      | 7,067.00   |
| 2405  | Human and Health Services     | 2,040.00   |
| 2500  | Administrative Services       | 11,222.95  |
| 2601  | Government Buildings          | 5,941.29   |
| 2900  | Nondepartmental               | 3,659.14   |
| 6100  | Library                       | 2,072.86   |
|   |                               | 42,721.75  |
| <b>PUBLIC SAFETY</b>                          |                               |            |
| 3100  | Police                        | 583,649.54 |
| 3200  | Fire                          | 17,844.61  |
| 2403  | Building Safety               | 62.85      |
| 2404  | Ping/Bldg Sfty Administration |            |
|   |                               | 601,557.00 |
| <b>PUBLIC WORKS</b>                           |                               |            |
| 4101  | Engineering                   | 31,594.21  |
| 4200  | Streets                       | 37.02      |
| 4300  | Wastewater                    | 19,427.17  |
| 4601  | Equipment Maintenance         | 26.44      |
| 4801  | Administration                |            |
|   |                               | 51,084.84  |
| <b>COMMUNITY DEVELOPMENT</b>                  |                               |            |
| 5100,5200                                     | Recreation & Parks            | 48,552.58  |
| 5400  | Centennial                    |            |
|   |                               | 48,552.58  |
| <b>EXPENDITURES</b>                           |                               |            |
| CAPITAL IMPROVEMENT                           |                               | 153,025.32 |
| ALL OTHER ACCOUNTS                            |                               | 100,069.87 |
| <b>TOTAL WARRANTS</b>                         |                               | 997,011.36 |



## City Council Agenda Statement

Meeting Date: September 5, 2023

Agenda Heading: Consent

Item Number: B.5

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### TITLE:

Fiscal Year 2023-24 Adopted Budget Increase for Fiscal Year 2022-23 Continuing Appropriations

### RECOMMENDATION:

1. Approve continuing appropriations from FY 2022-23 to FY 2023-24, thereby amending the Fiscal Year 2023-24 Adopted Budget in the Funds and by the amounts contained in Attachment A.
2. Alternatively, discuss and take other action related to this item.

### FISCAL IMPACT:

**Amount Budgeted:** \$0

**Additional Appropriation:** Carryover of \$13,819,763.14 from FY 2022-2023 to FY 2023-2024

**Account Number(s):** Various

### BACKGROUND:

#### Continuing Appropriations

At the end of the fiscal year, staff prepares a summary of budgeted appropriations that are required to be carried over to the next fiscal year in order to complete multi-year Capital Improvement Program (CIP) projects, professional service agreements (PSAs) that continue over multiple fiscal years, projects that were anticipated to be completed by June 30 but were not, and large purchases that were not completed by June 30. The funds associated with these projects and services should carry-over into the new budget year in order to be completed.

## Continuing Appropriations Fiscal Year 2023-24

September 5, 2023

Page 2 of 3

### DISCUSSION:

The attached schedule (Attachment A) identifies projects/purchase orders that were included in the FY 2022-23 budget but were not completed by June 30, 2023. The attached document provides detail of each request and its justification. As a result, staff is requesting to carryover total appropriations of \$13,819,763.14 to FY 2023-24. These items represent previously approved purchase orders and therefore should be carried over to FY 2023-24. The carryover of these encumbrances also requires the appropriation be carried over, as sufficient appropriations would not exist in the current year budget to fund both the continued projects and the new projects approved in the Fiscal Year 2023-24 adopted budget. Attachment A - PO Carryover and Budget Adjustment for FY 2023-24 lists the purchase order number, vendor, department, account/fund number, purchase order balance, and a brief reason/justification.

The annual strategic planning and budgeting process over the past several years has resulted in staff estimating operational needs, processes, and timing of projects with greater precision, which has resulted in more accurate budget projections. The following table is a summary of the requests listed by fund.

**Table 1:**

|    | <b>Fund Name</b>        | <b>Fund Number</b> | <b>Total Request</b> |
|----|-------------------------|--------------------|----------------------|
| 1  | State Gas Tax           | 106                | \$10,758             |
| 2  | Asset Forfeiture Fund   | 109                | 29,692               |
| 3  | Measure R Fund          | 110                | 5,489,186            |
| 4  | Prop C                  | 114                | 2,351,186            |
| 5  | Federal Grant Fund      | 124                | 786,537              |
| 6  | State Grant Fund        | 125                | 16,686               |
| 7  | Measure M               | 127                | 4,224,219            |
| 8  | Storm Water "Measure W" | 131                | 7,466                |
| 9  | CIP Fund                | 301                | 622,413              |
| 10 | Water Fund              | 501                | 65,121               |
| 11 | Sewer Fund              | 502                | 84,498               |
| 12 | Senior Housing          | 504                | 12,480               |
| 13 | Trust Fund/Special Rev  | 708                | 119,522              |
|    | <b>Total</b>            |                    | <b>\$13,819,763</b>  |

## **Continuing Appropriations Fiscal Year 2023-24**

**September 5, 2023**

**Page 3 of 3**

The continuing appropriations from ongoing projects/purchases and encumbrances at the end of the fiscal year do not represent an additional appropriation of funds, but a carryover of unexpended funds from the prior fiscal year. Approval of these continuing appropriations items will have minimal impact on estimated ending fund balances at June 30, 2024.

### **CITY STRATEGIC PLAN COMPLIANCE:**

Goal 5: Champion Economic Development and Fiscal Sustainability

Objective 5B: El Segundo approaches its work in a financially strategic and responsible way.

#### **PREPARED BY:**

Liz Lydic, Management Analyst

#### **REVIEWED BY:**

Wei Cao, CPA, CPFO, Finance Manager

#### **APPROVED BY:**

Barbara Voss, Deputy City Manager

### **ATTACHED SUPPORTING DOCUMENTS:**

1. Attachment A -PO Carryover and Budget Adjustment for FY 23-24



City of El Segundo  
Schedule of Purchase Orders and Budget Carryovers  
Fiscal Year 2022-2023 to Fiscal Year 2023-2024

| PO #     | Vendor Name                                | Dept | Fund / Account Number              | PO Balance             | Reasons/Justifications   |
|----------|--|------|------------------------------------|------------------------|--|
| 42-00365 | Bureau Veritas Technical Assessments, LLC  | PW   | 106-400-4202-6214                  | \$10,758.32            | Ongoing CIP  |
|          |  |      | <b>106 State Gas Tax</b>           | <b>\$10,758.32</b>     |  |
| 31-00960 | SBRPCA                                     | PD   | 109-400-3105-8104                  | \$29,691.70            | Not all vehicles have been outfitted   |
|          |  |      | <b>109 Asset Forfeiture Fund</b>   | <b>\$29,691.70</b>     |  |
| 30-00445 | Moffatt & Nichol                           | PW   | 110-400-8203-8929                  | \$5,399,185.50         | Ongoing CIP  |
| 30-00447 | Michael Baker International                | PW   | 110-400-8203-8929                  | \$90,000.00            | Ongoing CIP  |
|          |  |      | <b>110 Measure R Fund</b>          | <b>\$5,489,185.50</b>  |  |
| 30-00445 | Moffatt & Nichol                           | PW   | 114-400-8203-8929                  | \$142,440.23           | Ongoing CIP  |
| 30-00447 | Michael Baker International                | PW   | 114-400-8203-8929                  | \$160,000.00           | Ongoing CIP  |
| 30-00470 | MNS Engineers, Inc.                        | PW   | 114-400-8203-8943                  | \$39,687.50            | Ongoing CIP  |
| 30-00478 | Z&K Consultants                            | PW   | 114-400-8203-8943                  | \$58,058.30            | Ongoing CIP  |
| 30-00478 | Z&K Consultants                            | PW   | 114-400-8203-8995                  | \$201,501.70           | Ongoing CIP  |
| 30-00481 | Sully-Miller Contracting Co                | PW   | 114-400-8203-8995                  | \$1,749,498.30         | Ongoing CIP  |
|          |  |      | <b>114 Prop C</b>                  | <b>\$2,351,186.03</b>  |  |
| 30-00481 | Sully-Miller Contracting Co                | PW   | 124-400-8203-8995                  | \$786,537.00           | Ongoing CIP  |
|          |  |      | <b>124 Federal Grant Fund</b>      | <b>\$786,537.00</b>    |  |
| 30-00477 | J.C. Chang & Associates Inc.               | PW   | 125-400-6101-3625                  | \$10,961.88            | Ongoing CIP, 50:50 with Fund 301   |
| 41-00199 | RTI Consulting Inc                         | PW   | 125-400-6101-3625                  | \$5,724.50             | Ongoing CIP, 50:50 with Fund 301   |
|          |  |      | <b>125 State Grant Fund</b>        | <b>\$16,686.38</b>     |  |
| 30-00473 | Dash Construction Company                  | PW   | 127-400-0000-8382                  | \$122,810.28           | Ongoing CIP  |
| 30-00474 | KOA Corporation                            | PW   | 127-400-0000-8382                  | \$28,257.12            | Ongoing CIP  |
| 30-00476 | FS Contractors, Inc.                       | PW   | 127-400-0000-8382                  | \$23,151.23            | Ongoing CIP  |
| 30-00481 | Sully-Miller Contracting Co                | PW   | 127-400-8203-8995                  | \$4,050,000.00         | Ongoing CIP  |
|          |  |      | <b>127 Measure M</b>               | <b>\$4,224,218.63</b>  |  |
| 41-00176 | Geosyntec Consultants                      | PW   | 131-400-0000-6214                  | \$7,465.75             | Ongoing CIP  |
|          |  |      | <b>131 Storm Water "Measure W"</b> | <b>\$7,465.75</b>      |  |
| 30-00455 | Westberg White, Inc.                       | PW   | 301-400-8183-8236                  | \$34,120.00            | Ongoing CIP  |
| 30-00456 | IBI Group, A California Partnership        | PW   | 301-400-8186-8236                  | \$349,779.83           | Ongoing CIP  |
| 30-00452 | Corral Construction & Development, Inc.    | PW   | 301-400-8201-8209                  | \$18,611.50            | Ongoing CIP  |
| 30-00462 | Miller Architectural Corporation           | PW   | 301-400-8201-8209                  | \$5,310.56             | Ongoing CIP  |
| 41-00197 | Union Construction Company                 | PW   | 301-400-8201-8209                  | \$10,000.00            | Ongoing CIP  |
| 30-00418 | Ras Consulting & Investigation, LLC        | PW   | 301-400-8201-8410                  | \$10,250.00            | Ongoing CIP  |
| 30-00471 | Kardent                                    | PW   | 301-400-8201-8416                  | \$14,164.50            | Ongoing CIP  |
| 30-00477 | J.C. Chang & Associates Inc.               | PW   | 301-400-8201-8710                  | \$10,961.88            | Ongoing CIP, 50:50 with Fund 125   |
| 41-00199 | RTI Consulting Inc                         | PW   | 301-400-8201-8710                  | \$5,724.50             | Ongoing CIP, 50:50 with Fund 125   |
| 30-00472 | Kardent                                    | PW   | 301-400-8202-8216                  | \$7,908.37             | Ongoing CIP  |
| 30-00480 | LPA, Inc.                                  | Fire | 301-400-8202-8421                  | \$145,918.00           | LPA design services will be presented to Commission and Council until fall of 2024 |
| 30-00446 | Hirsch & Associates, Inc.                  | PW   | 301-400-8203-8214                  | \$9,664.00             | Ongoing CIP  |
|          |  |      | <b>301 CIP Fund</b>                | <b>\$622,413.14</b>    |  |
| 41-00171 | Ninyo & Moore                              | PW   | 501-400-7102-6214                  | \$16,545.00            | Ongoing CIP  |
| 30-00476 | FS Contractors, Inc.                       | PW   | 501-400-7102-6256                  | \$13,500.00            | Ongoing CIP  |
| 71-00380 | Omnis Consulting Inc.                      | PW   | 501-400-7103-8207                  | \$25,260.00            | Ongoing CIP  |
| 71-00397 | Omnis Consulting Inc.                      | PW   | 501-400-7103-8207                  | \$9,816.00             | Ongoing CIP  |
|          |  |      | <b>501 Water Fund</b>              | <b>\$65,121.00</b>     |  |
| 41-00196 | MNS Engineers, Inc.                        | PW   | 502-400-4301-6206                  | \$13,537.50            | Ongoing CIP  |
| 41-00198 | Omnis Consulting Inc.                      | PW   | 502-400-4301-6206                  | \$8,540.00             | Ongoing CIP  |
| 43-00274 | Downstream Services, Inc.                  | PW   | 502-400-4301-6206                  | \$39,022.51            | Ongoing CIP  |
| 43-00272 | Alcorn Fence                               | PW   | 502-400-4301-6215                  | \$15,000.00            | Ongoing CIP  |
| 30-00479 | Omnis Consulting Inc.                      | PW   | 502-400-8204-8647                  | \$8,398.00             | Ongoing CIP  |
|          |  |      | <b>502 Sewer Fund</b>              | <b>\$84,498.01</b>     |  |
| 30-00393 | C&J Technical Solutions and Services, Inc. | PW   | 504-400-0000-8103                  | \$12,480.00            | Ongoing CIP  |
|          |  |      | <b>504 Senior Housing</b>          | <b>\$12,480.00</b>     |  |
| 24-00361 | RRM Design Group                           | CDD  | 708-400-2402-8220                  | \$119,521.69           | Active   |
|          |  |      | <b>708 Trust Fund/Special Rev</b>  | <b>\$119,521.69</b>    |  |
|          |  |      | <b>Grand Total</b>                 | <b>\$13,819,763.14</b> |  |



## City Council Agenda Statement

Meeting Date: September 5, 2023

Agenda Heading: Consent

Item Number: B.6

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### **TITLE:**

Second Reading of an Ordinance Amending El Segundo Municipal Code Chapter 1-6 (Personnel Merit System) to Expand List of Positions Exempt from the Civil Service System

### **RECOMMENDATION:**

1. Conduct a second reading and adopt the proposed Ordinance amending El Segundo Municipal Code Chapter 1-6 to expand the list of positions exempt from the Civil Service System.
2. Alternatively, discuss and take other action related to this item.

### **FISCAL IMPACT:**

None.

### **BACKGROUND:**

Exempt positions from the civil service system do not have the same rights as classified positions. Civil service provides a range of job protections for City employees, including merit-based hiring and promotions, opportunity for employees to correct performance issues, and “for cause” termination. In contrast, employees exempt from civil service may be appointed without a competitive hiring process and are subject to “at-will” employment (i.e., employment that may be terminated at any time for any reason not prohibited by law).

El Segundo Municipal Code (“ESMC”) §§ 1-6-1 and 1-6-1 require civil service membership for all City employees except those specifically exempted. ESMC § 1-6-4 exempts department heads, elective officers, and certain specified positions listed therein.

The “at-will” classifications in the “Management and Confidential” unrepresented group are based upon positions requiring a particularly high degree of professional

## Second Reading of an Ordinance

September 5, 2023

Page 2 of 3

responsiveness, individual accountability, broad management responsibilities, and independent discretion required to perform assigned responsibilities.

The proposed Ordinance was introduced and the first reading was waived at the August 15, 2023 City Council meeting. Staff was directed to schedule the second reading at the September 5, 2023 regular City Council meeting.

### **DISCUSSION:**

The proposed Ordinance would add nine positions to the list of those exempted from the civil service system. The positions proposed or addition are noted below in **bold** text. A civil service exemption for each of the five positions noted below with an asterisk (\*) will become effective upon vacation of each position and City Council approval of a revised classification specification for the position.

#### Positions Excluded from Civil Service System

Assistant City Clerk (At-Will)

Assistant City Manager (At-Will)

**Building Safety Manager\***

City Attorney

City Engineer (At-Will)

City Manager

Communications Manager (At-Will)

Deputy City Manager

Finance Manager (At-Will)

General Services Superintendent (At-Will)

Human Resources Manager (At-Will)

Information Systems Manager (At-Will)

**Library Services Manager\***

**Park Maintenance Superintendent\***

**Second Reading of an Ordinance**

**September 5, 2023**

**Page 3 of 3**

Planning Manager (At-Will)

**Principal Civil Engineer\***

**Recreation Superintendent\***

Risk Manager (At-Will)

Senior Civil Engineer (At-Will)

Senior Executive Assistant (At-Will)

Treasury and Customer Service Manager (At-Will)

Utilities Superintendent (At-Will).

Implementation Actions

To implement the above actions, modification to ESMC Chapter 1-6 is needed to comply with City's personnel policies and practices and state law. The proposed Ordinance would exclude the positions listed above from the merit system. Two readings of the Ordinance are required for approval. Staff recommends a second reading and adoption of the proposed Ordinance at the regular September 5, 2023 City Council meeting.

**CITY STRATEGIC PLAN COMPLIANCE:**

Goal 3: Promote a Quality Workforce Through Teamwork and Organizational Efficiencies

Objective: El Segundo is an employer of choice and consistently hires for the future, with a workforce that is inspired, world-class, engaged and innovative.

**PREPARED BY:**

Rebecca Redyk, Human Resources Director

**REVIEWED BY:**

Rebecca Redyk, Human Resources Director

**APPROVED BY:**

Barbara Voss, Deputy City Manager

**ATTACHED SUPPORTING DOCUMENTS:**

1. Ordinance Amendment ESMC Chapter 1-6 Civil Service

**ORDINANCE NO. \_\_\_\_\_**

**AN ORDINANCE AMENDING EL SEGUNDO MUNICIPAL CODE  
CHAPTER 1-6 (PERSONNEL MERIT SYSTEM) TO EXPAND THE LIST  
OF POSITIONS EXEMPT FROM THE CIVIL SERVICE SYSTEM.**

The City Council of the City of El Segundo does ordain as follows:

SECTION 1. The City Council finds and determines as follows:

- A. State law allows cities to adopt civil service programs that are adaptable to their respective sizes and types via ordinance (Gov. Code, § 45000 et seq.)
- B. The City has adopted a civil service system which is set forth in El Segundo Municipal Code (“ESMC”) Chapter 1-6 (Personnel Merit System).
- C. The City Council desires to adopt this Ordinance to memorialize updates to the positions excluded from the City’s civil service system.

SECTION 2. El Segundo Municipal Code (“ESMC”) § 1-6-4 is amended in its entirety to read as follows:

**“1-6-4: EXCLUSIONS:**

Effective \_\_\_\_\_, 2023, those officers and members of departments, in addition to department heads and elected officers who are expressly excluded from the merit system, are:

Assistant City Clerk (At-Will)

Assistant City Manager (At-Will)

Building Safety Manager\*

City Attorney

City Engineer (At-Will)

City Manager

Communications Manager (At-Will)

Deputy City Manager

Finance Manager (At-Will)

General Services Superintendent (At-Will)

- Human Resources Manager (At-Will)
- Information Systems Manager (At-Will)
- Library Services Manager\*
- Park Maintenance Superintendent\*
- Planning Manager (At-Will)
- Principal Civil Engineer\*
- Recreation Superintendent\*
- Risk Manager (At-Will)
- Senior Civil Engineer (At-Will)
- Senior Executive Assistant (At-Will)
- Treasury and Customer Service Manager (At-Will)
- Utilities Superintendent (At-Will).

\*NOTE: Any position designated above with an asterisk will only be excluded from the personnel merit system under this section upon both the vacancy of such position after the date first set forth in this section and City Council approval of a revised classification specification for the position.”

SECTION 3. *Validity of Previous Code Sections.* If this entire Ordinance or its application is deemed invalid by a court of competent jurisdiction, any repeal of the ESMC or other regulation by this Ordinance will be rendered void and cause such ESMC provision or other regulation to remain in full force and effect for all purposes.

SECTION 4. *Enforceability.* Repeal or amendment of any previous Code Sections does not affect any penalty, forfeiture, or liability incurred before, or preclude prosecution and imposition of penalties for any violation occurring before this Ordinance’s effective date. Any such repealed part will remain in full force and effect for sustaining action or prosecuting violations occurring before the effective date of this Ordinance.

SECTION 5. *Severability.* If any part of this Ordinance or its application is deemed invalid by a court of competent jurisdiction, the City Council intends that such invalidity will not affect the effectiveness of the remaining provision or application and, to this end, the provisions of this Ordinance are severable.

SECTION 6. The City Clerk, or her duly appointed deputy, is directed to certify the passage and adoption of this Ordinance; cause it to be entered into the City of El Segundo's book of original ordinances; make a note of the passage and adoption in the records of this meeting; and, within fifteen (15) days after the passage and adoption of this Ordinance, cause it to be published or posted in accordance with California law.

SECTION 7. Construction. This Ordinance must be broadly construed to achieve the purposes stated in this Ordinance. It is the City Council's intent that the provisions of this Ordinance be interpreted or implemented by the City and others in a manner that facilitates the purposes set forth in this Ordinance.

SECTION 8. Environmental Review. This Ordinance was reviewed pursuant to the California Environmental Quality Act (Public Resources Code §§ 21000, *et seq.*, "CEQA") and the regulations promulgated thereunder (14 Cal. Code of Regulations §§15000, *et seq.*, the "CEQA Guidelines"). Based upon that review, this Ordinance is exempt from further review pursuant to CEQA Guidelines §15061(b)(3) because it can be seen with certainty that there is no possibility that the Ordinance may have a significant effect on the environment.

SECTION 9. Recording. The City Clerk is directed to certify the passage and adoption of this Ordinance; cause it to be entered into the City's book of original ordinances; make a note of the passage and adoption in the records of this meeting; and, within 15 days after the passage and adoption of this Ordinance, cause it to be published or posted in accordance with California law.

SECTION 10. Execution. The Mayor, or presiding officer, is hereby authorized to affix his signature to this Ordinance signifying its adoption by the City Council of the City of El Segundo, and the City Clerk, or duly appointed deputy, is directed to attest thereto.

SECTION 11. Effective Date. This Ordinance will take effect on the 30th day following its final passage and adoption.

ORDINANCE NO. \_\_\_\_ HAD ITS FIRST READING ON \_\_\_\_\_, ITS SECOND READING ON \_\_\_\_\_, AND WAS DULY PASSED, APPROVED, AND ADOPTED BY THE CITY COUNCIL OF THE CITY OF EL SEGUNDO AT ITS REGULAR MEETING OF \_\_\_\_\_.

\_\_\_\_\_  
Drew Boyles, Mayor

ATTEST:

\_\_\_\_\_  
Tracy Weaver, City Clerk

APPROVED AS TO FORM:

\_\_\_\_\_  
Mark D. Hensley, City Attorney





## City Council Agenda Statement

Meeting Date: September 5, 2023

Agenda Heading: Consent

Item Number: B.7

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### TITLE:

Purchase of Three Replacement Police Vehicles

### RECOMMENDATION:

1. Authorize waiving the formal bidding requirements pursuant to El Segundo Municipal Code § 1-7-9(A) to replace two police K9 patrol vehicles originally due for replacement in September 2020 and a Sergeant's patrol vehicle due for replacement in September 2024 for \$162,497.90, with an additional \$24,374.69 as a contingency fund for potential unforeseen supply chain issues.
2. Authorize Public Works to auction three police vehicles following their replacement.
3. Authorize the City Manager to execute any necessary agreements or associated documents necessary to complete the purchase of three police vehicles and auction of the vehicles to be replaced.
4. Alternatively, discuss and take other action related to this item.

### FISCAL IMPACT:

The total amount for three (3) vehicles will be \$162,497.90.

Amount Budgeted: \$151,112.00

Additional Appropriation: \$35,760.59 (Asset Forfeiture 109-400-3109-8105)

Account Number(s): 601-400-3101-8105

1. \$151,112.00 from 601-400-3101-8105 (Equipment Replacement)
2. \$35,760.59 from 109-400-3109-8105 (Asset forfeiture)

## **Purchase Vehicles**

**September 5, 2023**

**Page 2 of 3**

### **BACKGROUND:**

In 2022, the City Council approved the purchase of 10 patrol vehicles to replace the existing fleet. At the time, two K9 patrol vehicles were not initially replaced with the other patrol vehicles due to their relatively low mileage at the time. Since then, the vehicles have incurred extensive repairs which have kept them out of service for weeks at a time. Some of the units have become inoperable during the officer's shift. Currently, one K9 patrol vehicle has been permanently taken out of service due to significant mechanical issues.

The K9 patrol vehicles are outfitted with specialized equipment including an air-conditioned rear kennel, internal vehicle temperature monitoring system, warning system to alert the officer if the internal vehicle temperature increases to a dangerous level, and a remote door release in the event the K9 officer needs to urgently deploy the K9 and is away from the vehicle.

The Sergeant patrol vehicle is also equipped with additional equipment to serve as a command vehicle including a command board designed to assist in managing critical incidents, a 40mm launcher with specialized less lethal munitions, breaching equipment, maps, a ballistic shield, and other critical incident management equipment.

### **DISCUSSION:**

The vehicles that are currently on the City's Equipment Replacement Schedule are as follows and were slated for replacement in the below listed years:

|                               |           |      |
|-------------------------------|-----------|------|
| Two Canine Vehicles           | September | 2020 |
| One Patrol Vehicle (Sergeant) | September | 2024 |

Manufacturing and production of vehicles, including police vehicles, has been plagued with delays, supply chain issues, and a worldwide microchip shortage causing increased wait times. As a result of the shortage of available police vehicles nationwide, Ford and Chevrolet have very limited windows in which to order police vehicles. Based on current projections and adding the average time it will take South Bay Regional Public Communications Authority (SBRPCA) to outfit each vehicle (2 vehicles per month), we estimate the patrol vehicles will be in service by late 2024. The cost for the outfitting of the vehicles will be covered under an existing contract with SBRPCA.

City Council authorization will allow the City Manager or designee to execute all necessary agreements to effectuate the approvals recommended in this report, and staff believes it is in the City's best interest to waive competitive bidding and issue a direct contract award given the volatile vehicle market.

**CITY STRATEGIC PLAN COMPLIANCE:**

Goal 2: Support Community Safety & Preparedness

Objective A: El Segundo is a safe and prepared community.

**PREPARED BY:**

Jeff Darringer, Police Sergeant

**REVIEWED BY:**

Jaime Bermudez, Police Chief

**APPROVED BY:**

Barbara Voss, Deputy City Manager

**ATTACHED SUPPORTING DOCUMENTS:**

None



## City Council Agenda Statement

Meeting Date: September 5, 2023

Agenda Heading: Staff Presentations

Item Number: D.8

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### TITLE:

S&P Global Ratings Increase of El Segundo's Long-Term Credit Rating to "AAA" from "AA+"

### RECOMMENDATION:

1. Receive and file Standard and Poor's Global (S&P) Rating report and letter for the City of El Segundo's August 8, 2023 credit rating upgrade to "AAA."
2. Alternatively, discuss and take other action related to this item.

### FISCAL IMPACT:

This rating upgrade demonstrates that investors will recognize that El Segundo continues to move in a positive direction and that the City's financial future is bright.

This positive rating allows the City to obtain even lower financing rates if it were to choose to issue bonds in the future, although there is not a plan for the General Fund to issue any bonds. El Segundo is one of 51 cities in California with a "AAA" rating.

### BACKGROUND:

The City of El Segundo received its inaugural Standard & Poor's (S&P) Global credit rating of "AA+" in May 2021 in connection with the City's issuance of pension obligation bonds (POB). At the time of the POB rating, S&P noted in their report the possibility of raising the City's credit rating in the future. The S&P report of May 19, 2021 stated S&P could raise the credit rating if the City's economic and revenue performance improved, coupled with a defined policy goal that would put the City on the path to substantially increasing and maintaining its available General Fund position, as S&P would view significantly stronger reserves as more effectively insulating the City's financial operations from exposure to potentially volatile revenue streams.

City staff has worked hard over the last two years to meet and exceed the requirements necessary to receive a "AAA" rating based on a white paper issued by S&P and the comments contained in the May 2021 report.

## **S&P Global Ratings Raises El Segundo Long-Term Credit Rating to 'AAA' from 'AA+'**

**September 5, 2023**

**Page 2 of 5**

City staff, including City Manager, Darrell George; Interim Chief Financial Officer, David Cain and City Treasurer, Matt Robinson, made a credit rating update presentation to S&P Global on August 1, 2023. S&P Global issued their letter and revised "AAA" credit upgrade to the City on August 8, 2023.

The City emphasized several key improved practices in its presentation to S&P requesting consideration of a rating upgrade to "AAA":

- Formally adopted policies continue to be adhered to and enhanced for stronger financial security.
- Reserves have improved and are maintained at high levels.
- Best practices continue with periodic reporting, long-term budget planning and forecasting, long-term five-year CIP annually adopted, as well as the use of external tax revenue consultants (for independent review), as examples.
- Financial management continues to strengthen its policies, including the increase of the General Fund reserve policy from 20% to 25% of appropriations, and a new General Fund CIP reserve of 5%. This is in addition to an Economic Uncertainty reserve of \$2M.

The City staff also emphasized the significant growth of its local economy, revenues and reserves over the last several years, including new construction, the median house price remaining strong, and the continued improvement of the City's diversified and unique revenue sources.

City staff shared that one of the top ten City Council Priorities for 2023-24, which came out of the update to the Strategic Plan in June, was to update and utilize the City's long-term financial plan tool to help make key financial decisions. This could include the following decision points:

- Identify the financial impacts of various expenditure options.
- Show fiscal ramification of the General Fund subsidizing other programs or funds.
- Identify opportunities for new revenues or enhancement of existing revenues.
- The exploration of potential funding options to support unfunded capital improvements.
- Other key financial decision points.

S&P was also shown the long-term financial plan graph which shows that the City will need to make further changes to avoid the projected decrease in reserves and expenditures exceeding revenues in future years. Staff is currently working on an update on various options for the City to consider during the coming months.

## **S&P Global Ratings Raises El Segundo Long-Term Credit Rating to ‘AAA’ from ‘AA+’**

**September 5, 2023**

**Page 3 of 5**

### **DISCUSSION:**

The public report issued by S&P included Credit Highlights, Outlook, Credit Opinion, and Related Research.

In its Credit Highlights, S&P stated, “The rating change reflects our improved view of the city’s policies and procedures, which have partially fueled multiple positive operating results over the last four years, it’s very strong financial position, and its bolstered revenue profile.”

The Outlook from S&P was a “stable outlook” and reflects their “expectation that the city will maintain a very strong financial position over our outlook period, anchored by its very strong management profile.”

The credit overview reflects S&P’s assessment of the City’s:

- Very strong economy with access to a broad and diverse metropolitan statistical area (MSA) exhibiting signs of continued growth;
- Reserves that have historically been maintained at levels above our very strong threshold;
- Very strong management policies and practices, including robust long-term financial and capital planning, and a strong institutional framework; and
- Weak debt and liabilities profile and a pension profile which they did not consider a credit pressure.

The credit opinion section noted strong financial policies and practices supported by established management team.

S&P credited the City’s strong financial policies and practices by an established management team, continued commercial and corporate growth, and the quick revenue recovery of its well diversified and flexible general revenues following a decline during the global pandemic as reasons for the upgrade. This year, the City Council increased its General Fund reserve policy goal to 25% and established a 5% General Fund Reserve for CIP was another factor in the upgrade.

Highlights of the city's institutionalized policies and practices include:

- Use of external consultants to build property, sales, and lodging tax revenue assumptions and an internal model that can forecast employee salary and benefit costs under current contracts and memoranda of understanding;
- Quarterly budget-to-actual updates to the city council;
- Ten-year financial forecasting model that details revenue and expenditure

## **S&P Global Ratings Raises El Segundo Long-Term Credit Rating to ‘AAA’ from ‘AA+’**

**September 5, 2023**

**Page 4 of 5**

assumptions that we view as realistic and includes best- and worst-case scenarios;

- Annually updated five-year capital practice that includes funding sources and timing by project;
- Formal investment policy, with quarterly reporting on holdings and returns and annual policy reviews;
- Debt management policy that addresses good governance goals but lacks what we consider substantial quantitative constraints; and
- Minimum reserve policy of 25% of appropriation (up from 20%) plus a \$2-million economic uncertainty reserve (equivalent to 3% of General Fund expenditures) to manage potential disruptions associated with recessions and a 5% capital reserve fund policy to address future capital needs.

S&P stated El Segundo’s position as a key employment and entertainment hub within the broad and diverse Los Angeles County metropolitan area continues to spur healthy economic growth for the city. The new Topgolf private investment, in addition to providing over 500 jobs and adding to the tax base, will bring in recurring General Fund revenue, further diversifying the City’s revenue structure. El Segundo voters approved Measure BT, which amended the City’s ordinance governing the City’s business tax which will bring in additional ongoing revenues which will continue to support important City services and programs. The City’s residential market remains active, with multiple housing projects underway.

S&P noted that a negative rating action could be taken if the City experiences a deterioration in budgetary performance that results in reserves sustained at levels below the City’s bolstered reserve policy.

The key credit metrics for the City included ‘very strong economy’; ‘strong budgetary performance’; ‘very strong budgetary flexibility’; ‘very strong liquidity’; ‘very strong management’; ‘weak debt and long-term liabilities’; and ‘strong institutional framework’.

### **CITY STRATEGIC PLAN COMPLIANCE:**

Goal 5: Champion Economic Development and Fiscal Sustainability

Objective 5B: El Segundo approaches its work in a financially strategic and responsible way.

**S&P Global Ratings Raises El Segundo Long-Term Credit Rating to 'AAA' from 'AA+'**

**September 5, 2023**

**Page 5 of 5**

**PREPARED BY:**

Liz Lydic, Management Analyst

**REVIEWED BY:**

David Cain, Interim Chief Financial Officer

**APPROVED BY:**

Barbara Voss, Deputy City Manager

**ATTACHED SUPPORTING DOCUMENTS:**

1. S&P Global Ratings letter re: El Segundo Taxable Pension Obligation Bonds, California
2. S&P Global Ratings Direct summary rating report



August 8, 2023

City of El Segundo  
350 Main Street  
El Segundo, CA 90245  
Attention: David Cain, Interim Finance Director

Re: *El Segundo Taxable Pension Obligation Bonds, California*

Dear David Cain

S&P Global Ratings has reviewed the rating on the above-listed obligations. Based on our review, we have raised our credit rating from "AA+" to "AAA" while affirming the stable outlook. A copy of the rationale supporting the rating and outlook is enclosed.

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New York, NY 10041-0003

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Sincerely yours,

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ba  
enclosure

cc: ***Larry Lom, Vice President***  
***KNN Public Finance***

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# RatingsDirect®

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## Summary:

# El Segundo, California; General Obligation

### Primary Credit Analyst:

Malcolm Simmons, Chicago +1 3122337081; malcolm.simmons@spglobal.com

### Secondary Contact:

Chris Morgan, San Francisco + 1 (415) 371 5032; chris.morgan@spglobal.com

## Table Of Contents

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Credit Highlights

Outlook

Credit Opinion

Related Research

## Summary:

# El Segundo, California; General Obligation

### Credit Profile

El Segundo taxable pension obligation bnds

*Long Term Rating*

AAA/Stable

Upgraded

## Credit Highlights

- S&P Global Ratings raised its long-term rating to 'AAA' from 'AA+' on El Segundo, Calif.'s outstanding pension obligation bonds (POBs).
- The rating change reflects our improved view of the city's policies and procedures, which have partially fueled multiple positive operating results over the last four years, its very strong financial position, and its bolstered revenue profile.
- The outlook is stable.

## Security

The city's outstanding POBs are an absolute and unconditional obligation of the city, which we consider a form of general fund/non-ad valorem obligation. Despite the lack of a specific full-faith-and-credit general obligation (GO) pledge, our rating is equivalent to our view of the city as obligor because our assessment of the city already includes our view of its ability to raise revenue.

## Credit overview

El Segundo's position as a key employment and entertainment hub within the broad and diverse Los Angeles County metropolitan statistical area (MSA) continues to spur healthy economic growth. Furthermore, sales taxes, the city's largest general revenue source, quickly recovered in fiscal 2022 following a minor decline in 2021. These gains, coupled with an influx of COVID-19-related aid, relatively stable results in most of the city's main revenue sources, and what appears to be prudent management strategies, have resulted in three surpluses over the last four years and the bolstering of the city's fund balance position. We note that the city's lodging taxes continue to recover from the pandemic and have largely returned to pre-pandemic levels.

The city is positioned to post another general fund surplus in fiscal 2023 but plans to draw down on its current fund balance position in 2024. While we expect to see some fluctuations in reserve levels as these excess funds are allocated for one-time capital needs, management does not plan to reduce the fund balance below its 25% policy.

The rating further reflects our assessment of the city's:

- Very strong economy with access to a broad and diverse MSA exhibiting signs of continued growth;
- Reserves that have historically been maintained at levels above our very strong threshold;
- Very strong management policies and practices, including robust long-term financial and capital planning, and a

strong institutional framework; and

- Weak debt and liabilities profile and a pension profile that we do not consider a credit pressure.

### **Environmental, social and governance**

We believe that the city has elevated exposure to environmental risks, with the likelihood of major earthquakes and the potential for waste and pollution associated with a strong industrial presence the most prominent. We believe the state's strong building code partially mitigates the seismic risk. We consider the city's social and governance risks neutral.

## **Outlook**

The stable outlook reflects our expectation that the city will maintain a very strong financial position over our outlook period, anchored by its very strong management profile.

### **Downside scenario**

We could take a negative rating action if the city experiences a deterioration in budgetary performance that results in reserves sustained at levels below the city's bolstered reserve policy.

## **Credit Opinion**

### **Commercial-oriented city near Los Angeles experiencing continued growth**

Located just south of Los Angeles International Airport, the city of El Segundo has a population of approximately 17,000. However, the city has an array of popular entertainment and commercial attractions and management reports that its daytime population often swells to over 75,000. The city is an established commercial center, specializing in defense aerospace as well as sports entertainment administration. Its largest taxpayer, Chevron, has been in the city for over a century and makes up nearly 10% of the city's assessed value (AV). We note that the slight contraction in AV in fiscal year 2022 was largely tied to a property tax appeal by Chevron. However, the city currently has a tax agreement with Chevron that extends through 2028 and provides the city with a measure of budgetary predictability as well as reducing the risk of volatility associated with property tax assessment revisions.

Most recently, Topgolf, a golf and recreation facility, constructed a nine-hole golf course and an entertainment center in the city that will result in over 500 new jobs. In addition, the L.A. Chargers recently agreed to build a 143,000-square-foot facility in the city, scheduled for completion sometime in 2024. The city's residential market also remains active, with multiple housing projects underway.

Lastly, we note that the city has experienced some commercial and corporate vacancies which, in our view, are largely tied to the increased number of employees working from home. Despite this, given the city's reputation as a business-friendly city, its proximity to the larger metropolitan area, and its current development pipeline, we expect its AV to trend positively over the next few years.

### **Financial position remains strong despite decreases in lodging tax results**

Despite seeing a steep reduction in its occupancy taxes in 2021 largely tied to the pandemic, El Segundo has posted general fund surpluses in three out of the last four years. Lodging taxes have continued to recover and in 2022 reached approximately 80% of their pre-pandemic level. In addition, the city's revenue structure, which largely consists of sales taxes (17% of general fund revenues), lodging taxes (14%), business license fees (13%), property taxes (13%), and user fees (13%), is well diversified and flexible. Its largest revenue source, sales taxes, experienced a minor decline (after adjusting for a nine-month fiscal year) during fiscal 2021 but quickly recovered the following year, signaling a resilient consumer base. The city's remaining revenues were mostly resilient during that time and have continued to trend positively. This, coupled with cost-cutting initiatives and an influx of COVID-related federal aid, has helped the city continue to build its fund balance well above our very strong threshold.

The city received approximately \$4 million in federal pandemic relief aid and used most of the funds on public safety. The new Topgolf private investment, in addition to providing jobs and adding to the city's tax base, will bring approximately \$2 million (3% of general fund expenditures) in recurring general fund revenue, further diversifying the city's revenue structure. The city plans to use most of the funds on pension obligations but is earmarking the remainder for a variety of general operation uses. Furthermore, in fiscal 2023, El Segundo voters approved Measure BT, which amended the city's ordinance governing the city's business tax rates and other business-related measures and, starting in fiscal 2024, will bring in approximately \$3 million (4% of general fund expenditures) annually.

The city is positioned to post a sizable surplus in fiscal 2023 but does expect to draw down on its fund balance in fiscal 2024. The expected drawdown of approximately \$10 million (16% of expenditures) will mainly be used to fund various capital projects but will also be allocated toward the city's pension trust and future personnel costs. Still, we expect that the city will maintain its very strong reserves given its long track record of reporting available fund balances of more than 30% of operating expenditures and its formal fund balance policy that includes a long-term goal of maintaining at least 25% of appropriations. Lastly, we note that 2021 results, in addition to showing a slowdown in economic activity, also incorporate the city's decision to shift to a June fiscal year-end and therefore account for only nine months, which could be artificially depressing results.

### **Strong financial policies and practices supported by established management team**

Highlights of the city's institutionalized policies and practices include:

- Use of external consultants to build property, sales, and lodging tax revenue assumptions and an internal model that can forecast employee salary and benefit costs under current contracts and memoranda of understanding;
- Quarterly budget-to-actual updates to the city council;
- Ten-year financial forecasting model that details revenue and expenditure assumptions that we view as realistic and includes best- and worst-case scenarios;
- Annually updated five-year capital practice that includes funding sources and timing by project;
- Formal investment policy, with quarterly reporting on holdings and returns and annual policy reviews;
- Debt management policy that addresses good governance goals but lacks what we consider substantial quantitative constraints; and
- Minimum reserve policy of 25% of appropriation (up from 20%) plus a \$2-million economic uncertainty reserve



(equivalent to 3% of general fund expenditures) to manage potential disruptions associated with recessions and a 5% capital reserve fund policy to address future capital needs.

The institutional framework score for California municipalities required to submit a federal single audit is strong.

### Elevated debt profile not expected to grow over the medium term

The city's net direct debt includes POBs that were issued in 2021 to restructure the baseline forecast with a flat payment pattern and ultimately lower long-term expenses if the city's assumptions regarding investment returns are realized. The city's debt profile also includes alternative financing that we do not consider a contingent liquidity risk. Management reports no additional debt plans.

### Pension profile not a significant credit pressure

We do not consider the city's pension and other postemployment benefit (OPEB) liabilities an immediate source of credit pressure, including factoring in the effects of recent asset contributions using general city resources and the contribution associated with the series 2021 POBs.

The city participated in the following plans as of Sept. 30, 2021:

- CalPERS safety plan: \$13.3 million in net assets, and 107% funded; and
- CalPERS miscellaneous plan: \$5.6 million in net assets, and 104% funded.

### Ratings' relationship with the U.S. sovereign rating

The rating reflects our view that the city's general creditworthiness is above that of the U.S. sovereign. We do not expect the city to default in a stress scenario likely to accompany a sovereign default given its autonomy from sovereign intervention. We view the city as exhibiting relatively low funding interdependency with the federal government, as local taxes represent most of the total governmental funds revenue. However, consistent with our view that U.S. state and local governments are moderately sensitive to country risk, we would be unlikely to set ratings on the city's obligations more than two notches above the U.S. sovereign rating.

| El Segundo, Calif.--Key credit metrics           |             |                        |            |            |
|--|-------------|------------------------|------------|------------|
|  | Most recent | Historical information |            |            |
|  |             | 2022                   | 2021       | 2020       |
| <b>Very strong economy</b>                       |             |                        |            |            |
| Projected per capita EBI % of U.S.               | 185.3       |                        |            |            |
| Market value per capita (\$)                     |             | 917,149                |            |            |
| Population                                       |             | 16,621                 | 16,762     | 16,988     |
| County unemployment rate(%)                      |             | 4.9                    |            |            |
| Market value (\$000)                             |             | 15,243,934             | 15,403,646 | 14,200,895 |
| Ten largest taxpayers % of taxable value         | 31.9        |                        |            |            |
| <b>Strong budgetary performance</b>              |             |                        |            |            |
| Operating fund result % of expenditures          |             | 5.4                    | 2.5        | (4.3)      |
| Total governmental fund result % of expenditures |             | 18.6                   | 4.3        | 3.6        |

## El Segundo, Calif.--Key credit metrics (cont.)

|   | Most recent | Historical information |          |        |
|---|-------------|------------------------|----------|--------|
|   |             | 2022                   | 2021     | 2020   |
| <b>Very strong budgetary flexibility</b>                          |             |                        |          |        |
| Available reserves % of operating expenditures                    |             | 47.8                   | 53.2     | 31.3   |
| Total available reserves (\$000)                                  |             | 36,197                 | 31,672   | 23,343 |
| <b>Very strong liquidity</b>                                      |             |                        |          |        |
| Total government cash % of governmental fund expenditures         |             | 156.1                  | 174.0    | 115.1  |
| Total government cash % of governmental fund debt service         |             | 4,821.8                | 46,882.1 | 827.5  |
| <b>Very strong management</b>                                     |             |                        |          |        |
| Financial Management Assessment                                   |             | Strong                 |          |        |
| <b>Weak debt and long-term liabilities</b>                        |             |                        |          |        |
| Debt service % of governmental fund expenditures                  |             | 3.2                    | 0.4      | 13.9   |
| Net direct debt % of governmental fund revenue                    |             | 158.6                  |          |        |
| Overall net debt % of market value                                |             | 3.6                    |          |        |
| Direct debt 10-year amortization (%)                              |             | 52.6                   |          |        |
| Required pension contribution % of governmental fund expenditures |             | 6.4                    |          |        |
| OPEB actual contribution % of governmental fund expenditures      |             | 4.7                    |          |        |
| <b>Strong institutional framework</b>                             |             |                        |          |        |

Data points and ratios may reflect analytical adjustments. EBI--Effective buying income. OPEB--Other postemployment benefits.

## Related Research

- Through The ESG Lens 3.0: The Intersection Of ESG Credit Factors And U.S. Public Finance Credit Factors, March 2, 2022
- Pension Spotlight, California, July 13, 2021
- U.S. Local Governments Credit Brief: California Counties And Municipalities Means And Medians, Sept. 7, 2022

Certain terms used in this report, particularly certain adjectives used to express our view on rating relevant factors, have specific meanings ascribed to them in our criteria, and should therefore be read in conjunction with such criteria. Please see Ratings Criteria at [www.standardandpoors.com](http://www.standardandpoors.com) for further information. Complete ratings information is available to subscribers of RatingsDirect at [www.capitaliq.com](http://www.capitaliq.com). All ratings affected by this rating action can be found on S&P Global Ratings' public website at [www.standardandpoors.com](http://www.standardandpoors.com). Use the Ratings search box located in the left column.

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## City Council Agenda Statement

**Meeting Date:** September 5, 2023

**Agenda Heading:** Staff Presentations

**Item Number:** D.9

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### **TITLE:**

Resolution to Waive Fees Associated with the World Series Championship Parade and Team Recognition Ceremony for the El Segundo Little League

### **RECOMMENDATION:**

1. Pursuant to El Segundo Municipal Code § 8-8-7(D), adopt the proposed resolution to waive all fees for the El Segundo Little League championship parade on September 10, 2023.
2. Alternatively, discuss and take other action related to this item.

### **FISCAL IMPACT:**

Due to the short timeframe to plan the parade, the fiscal impact will be included in the staff presentation at the September 5, 2023 City Council meeting. Fiscal impact is anticipated to include all fees and expenses associated with the parade (e.g. police, recreation, and public works personnel, AV equipment rentals, signage, restroom facilities and other related items). Since these costs were not included in the FY 2023-24 adopted budget, staff will include the necessary budget appropriation as part of the mid-year budget process. Staff will attempt to generate sponsorship revenue to offset these costs.

### **BACKGROUND:**

On August 27, 2023, the El Segundo Little League's 12U All-Stars won the Little League World Series, defeating Curaçao 6-5 in dramatic walk-off fashion. The team is the first team from Los Angeles County to participate in the Little League World Series since 1993 and the first Little League team ever from El Segundo to play on a national stage. The win has created a sense of civic pride that has brought the community together to celebrate this historic event. To recognize and honor the championship team, and the countless hours of hard work that these young athletes dedicated to their sport, the Little League proposes conducting a parade and team recognition ceremony on September 10, 2023. The parade would entail street closures and multiple vehicles

**Parade Fee Waiver**  
**September 5, 2023**  
**Page 2 of 2**

showcasing the players and coaches. The parade is expected to begin at noon on Main Street from Imperial Avenue to Grand Avenue. The parade will be followed by a team recognition ceremony at Stevenson Field.

**DISCUSSION:**

El Segundo Municipal Code Chapter 8-8 governs events proposed in streets, sidewalks, and public rights-of-way, such as parades and block parties. As part of the application and permitting process, an event proponent must pay certain fees, including:

1. public property use fees set by resolution;
2. service charges for non-public safety overhead, admin, equipment, etc.; and
3. public safety personnel and materials for traffic control. (ESMC, § 8-8-7 (A)-(C).)

The City Council may waive such fees, upon applicant request, for 501(c)(3) or 501(c)(6) status nonprofit groups, government agencies, or public schools. The Council may also waive fees for community service groups or organizations without 501(c)(3) or 501(c)(6) status (such as El Segundo Little League) if it, "by resolution," determines that the proposed event provides services that meet community needs and it is in the public interest to waive such fees." Given the fact that the championship game was held on August 27, 2023, staff is in the process of determining the amount of the fee waiver, which will be presented at the City Council meeting on September 5, 2023. The proposed Resolution would authorize the waiver of fees for the Little League parade and ceremony.

**CITY STRATEGIC PLAN COMPLIANCE:**

Goal 1: Enhance customer service, diversity, equity, inclusion and communication.

Goal 2: Support community safety and preparedness.

**PREPARED BY:**

Joaquin Vazquez, Deputy City Attorney

**REVIEWED BY:**

Darrell George, City Manager

**APPROVED BY:**

Barbara Voss, Deputy City Manager

**ATTACHED SUPPORTING DOCUMENTS:**

1. ES - Resolution El Segundo Little League Championship Parade

RESOLUTION NO. \_\_\_\_\_

**A RESOLUTION WAIVING FEES FOR THE EL SEGUNDO  
LITTLE LEAGUE CHAMPIONSHIP PARADE PURSUANT  
TO EL SEGUNDO MUNICIPAL CODE § 8-8-7(D).**

The City Council of the city of El Segundo does resolve as follows:

**SECTION 1.** *Findings.* The City Council finds and determines as follows:

- A. On August 27, 2023, the El Segundo Little League's 12U All-Stars won the Little League World Series, defeating Curaçao 6-5 in dramatic walk-off fashion. It is the first Little League World series championship team from Los Angeles County since 1993.
- B. To recognize and honor the championship team, the parade applicant proposes to conduct a parade on September 10, 2023.
- C. The parade would entail street closures and multiple vehicles showcasing the players and coaches.
- D. El Segundo Municipal Code Chapter 8-8 governs events proposed in streets, sidewalks, and public rights-of-way, such as parades and block parties.
- E. As part of the application and permitting process, an event proponent must pay certain fees, including: public property use fees set by resolution; service charges for non-public safety overhead, admin, equipment, etc.; and public safety personnel and materials for traffic control.
- F. The City Council finds that the proposed parade provides services and goodwill that meet community needs and it is in the public interest to waive certain parade fees.

**SECTION 2.** *Actions.* The City Council waives fees, as described in El Segundo Municipal Code (“ESMC”) §§ 8-8-7 (A) through (C), inclusive, for the El Segundo Little League championship parade pursuant to El Segundo Municipal Code § 8-8-7(D).

**SECTION 3.** *Severability.* If any part of this Resolution or its application is deemed invalid by a court of competent jurisdiction, the City Council intends that such invalidity will not affect the effectiveness of the remaining provisions or applications and, to this end, the provisions of this Resolution are severable.

**SECTION 4.** *Signature Authority.* The Mayor, or presiding officer, is hereby authorized to affix his signature to this Resolution signifying its adoption by the City Council of the City of El Segundo, and the City Clerk, or her duly appointed deputy, is directed to attest thereto.

**SECTION 5.** *Effective Date.* This Resolution will take effect immediately upon adoption and will remain effective unless repealed or superseded.

**SECTION 6.** *City Clerk Direction.* The City Clerk will certify to the passage and adoption of this Resolution, enter it in the City’s book of original Resolutions, and make a record of this action in the meeting’s minutes.

PASSED, APPROVED AND ADOPTED this \_\_\_\_ day of \_\_\_\_\_,  
2023.

\_\_\_\_\_  
Drew Boyles, Mayor

ATTEST:

STATE OF CALIFORNIA            )  
COUNTY OF LOS ANGELES    )     SS  
CITY OF EL SEGUNDO            )

I, Tracy Weaver, City Clerk of the City of El Segundo, California, do hereby certify that the whole number of members of the City Council of said City is five; that the foregoing Resolution No. \_\_\_\_\_ was duly passed and adopted by said City Council, approved and signed by the Mayor of said City, and attested to by the City Clerk of said City, all at a regular meeting of said Council held on the \_\_\_\_ day of \_\_\_\_ 2023, and the same was so passed and adopted by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

\_\_\_\_\_  
Tracy Weaver, City Clerk

APPROVED AS TO FORM:  
MARK D. HENSLEY, CITY ATTORNEY

\_\_\_\_\_  
Joaquin Vazquez, Assistant City Attorney



**City Council Agenda Statement**  
**Meeting Date:** September 5, 2023  
**Agenda Heading:** Reports - City Treasurer  
**Item Number:** G.10

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**TITLE:**

Investment Portfolio Report for June 2023

**RECOMMENDATION:**

1. Receive and file the Investment Portfolio Report dated June 2023.
2. Alternatively, discuss and take other action related to this item.

**FISCAL IMPACT:**

None

**BACKGROUND:**

The Treasury Department provides an Investment Portfolio Report presented to City Council on a quarterly basis. This current report includes the status of Treasury investment activities and related economic indicators as of June 2023.

**DISCUSSION:**

See attached Investment Portfolio Report.

**CITY STRATEGIC PLAN COMPLIANCE:**

Goal 5: Champion Economic Development and Fiscal Sustainability

Objective 5B: El Segundo approaches its work in a financially strategic and responsible way.



**Presentation of Investment Portfolio Report for June 2023**

**September 5, 2023**

**Page 2 of 2**

**PREPARED BY:**

Matthew Robinson, City Treasurer

**REVIEWED BY:**

Matthew Robinson, City Treasurer

**APPROVED BY:**

Barbara Voss, Deputy City Manager

**ATTACHED SUPPORTING DOCUMENTS:**

1. June 2023 Portfolio Report



# City of El Segundo Investment Portfolio Report June 2023

Certified By:  
City Treasurers Office

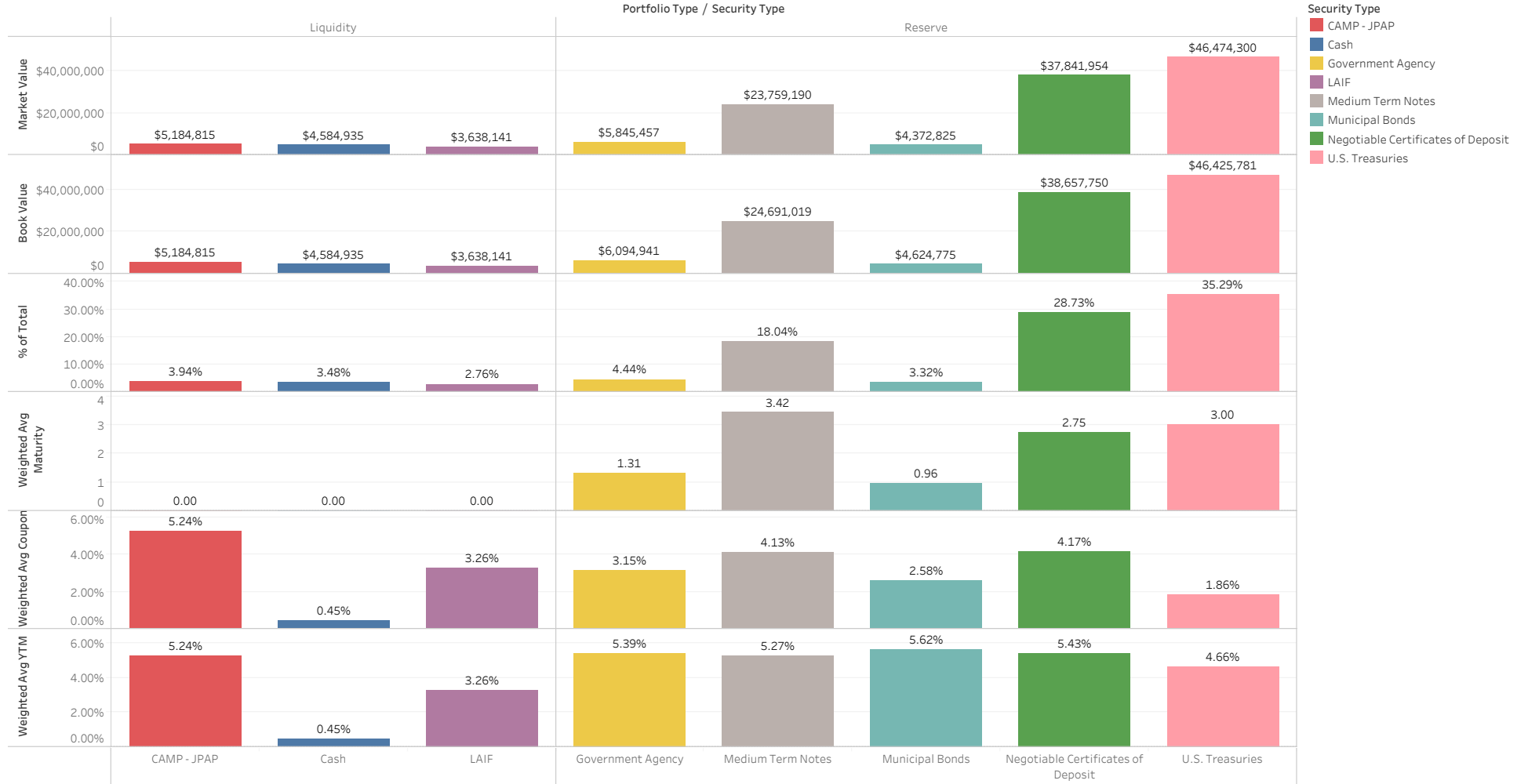


CITY OF  
EL SEGUNDO

# Portfolio

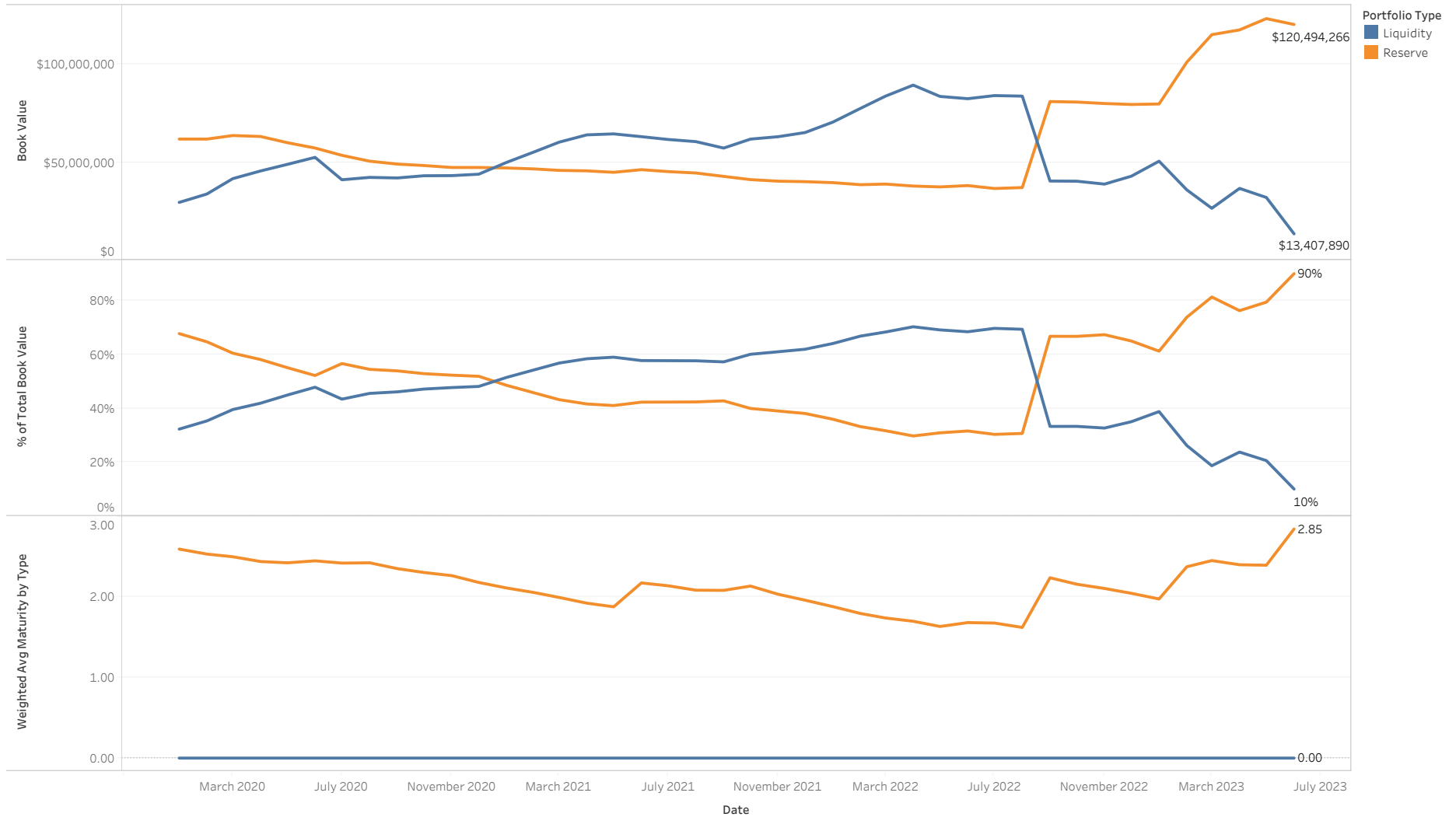
# Portfolio Summary

As of June 2023



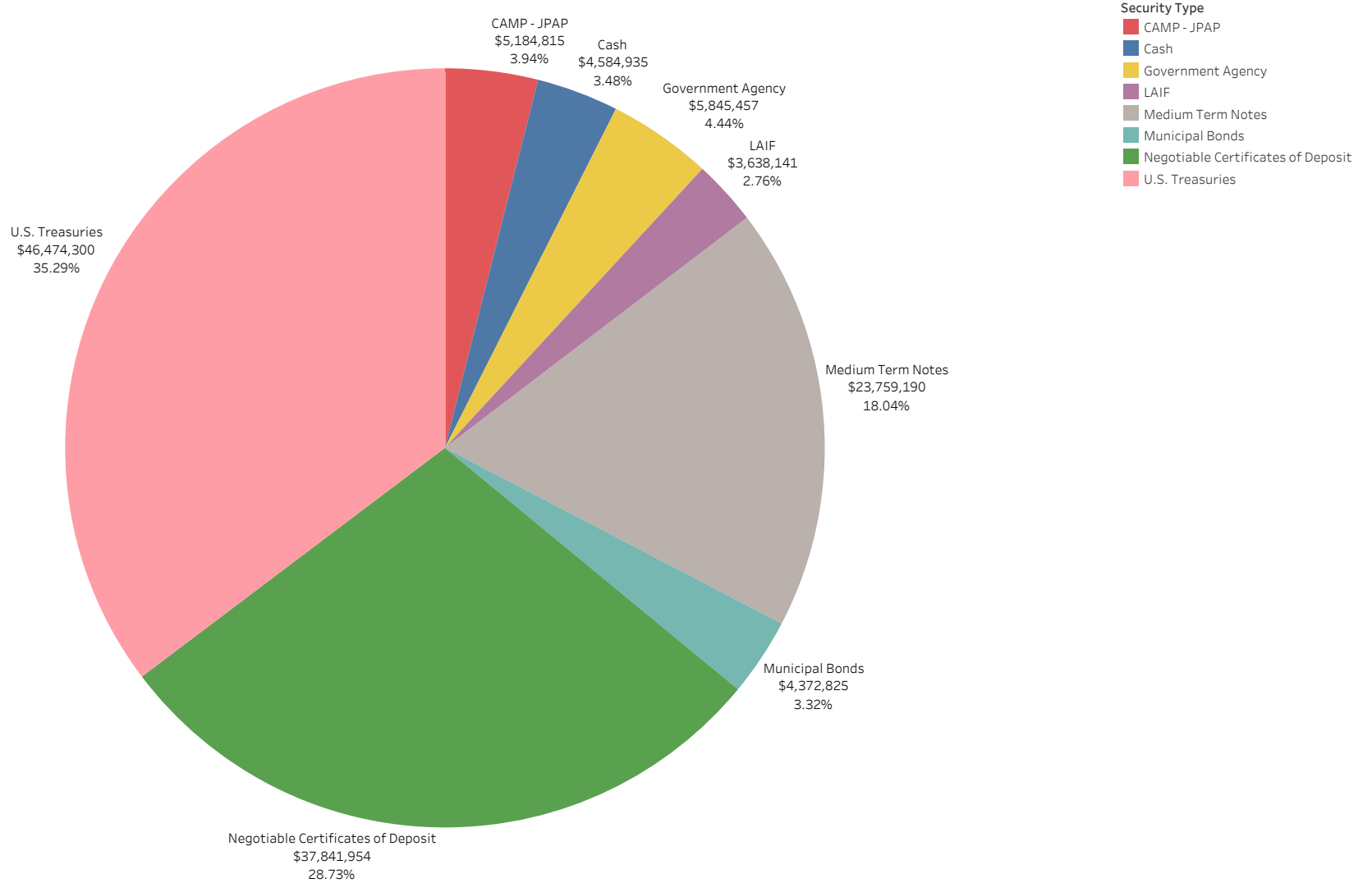
# Portfolio Through Time

As of June 2023



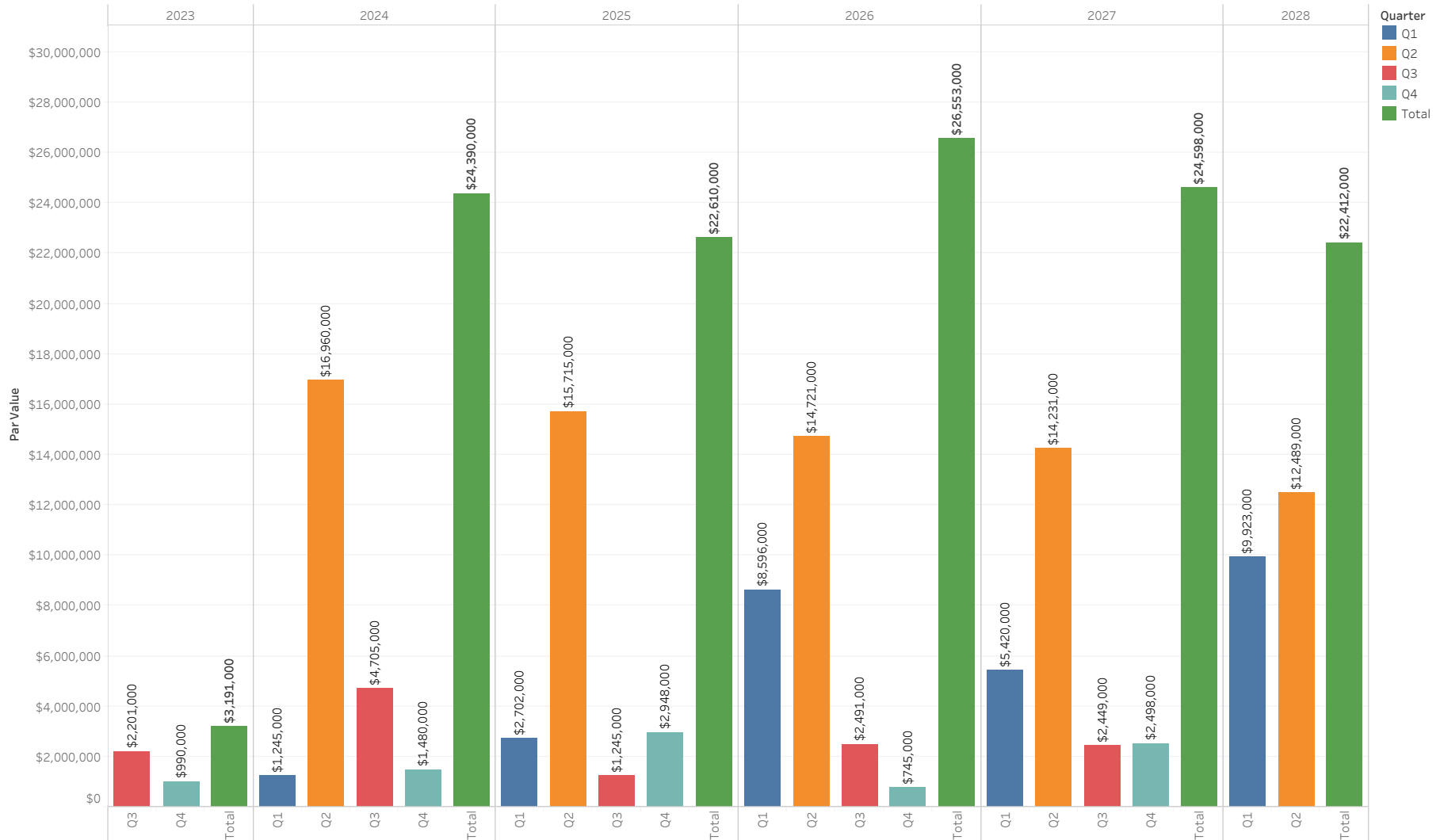
# Investments by Security Type

As of June 2023



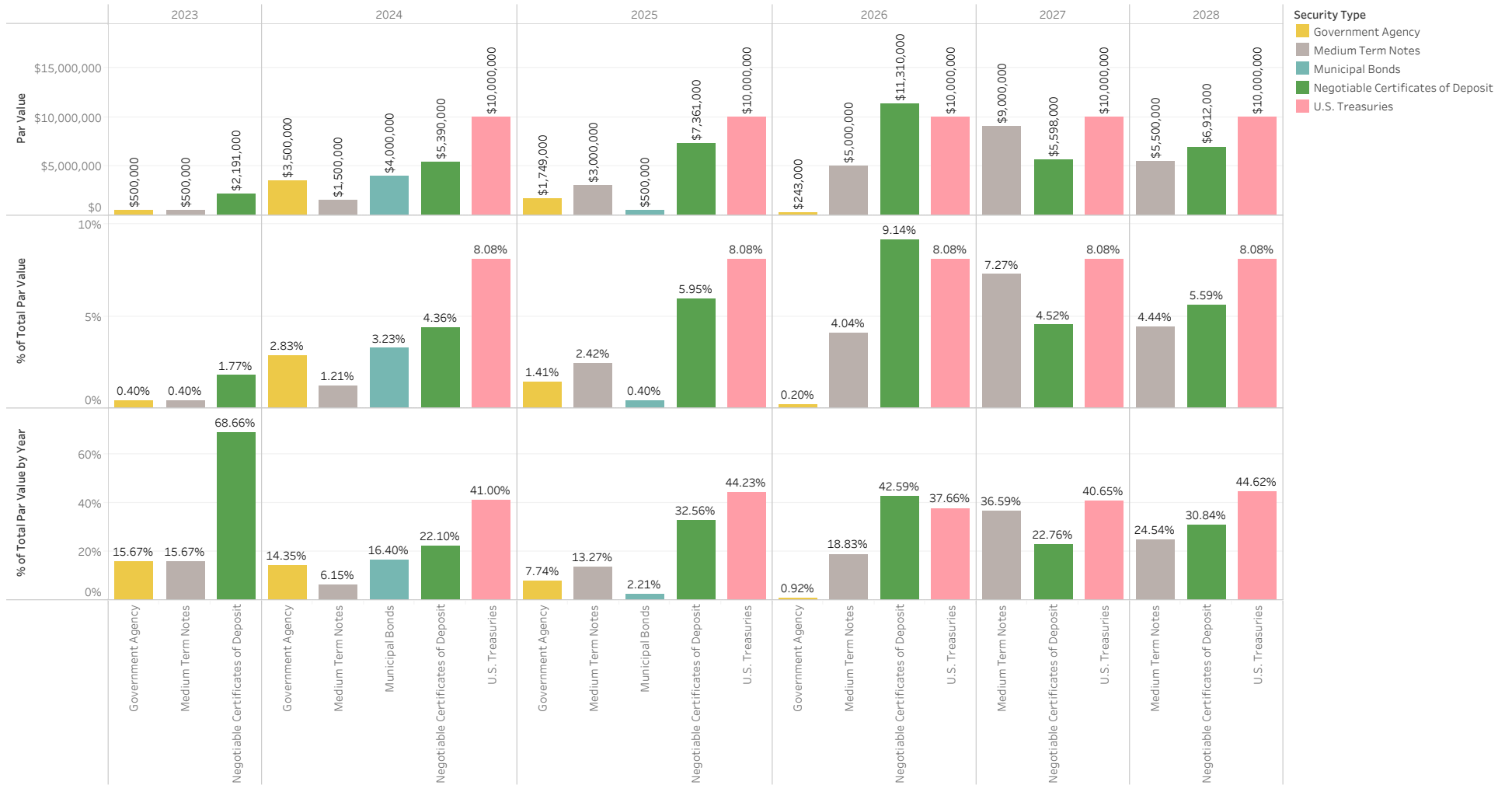
# Reserve Portfolio Ladder by Quarter

As of June 2023



# Ladder Diversification

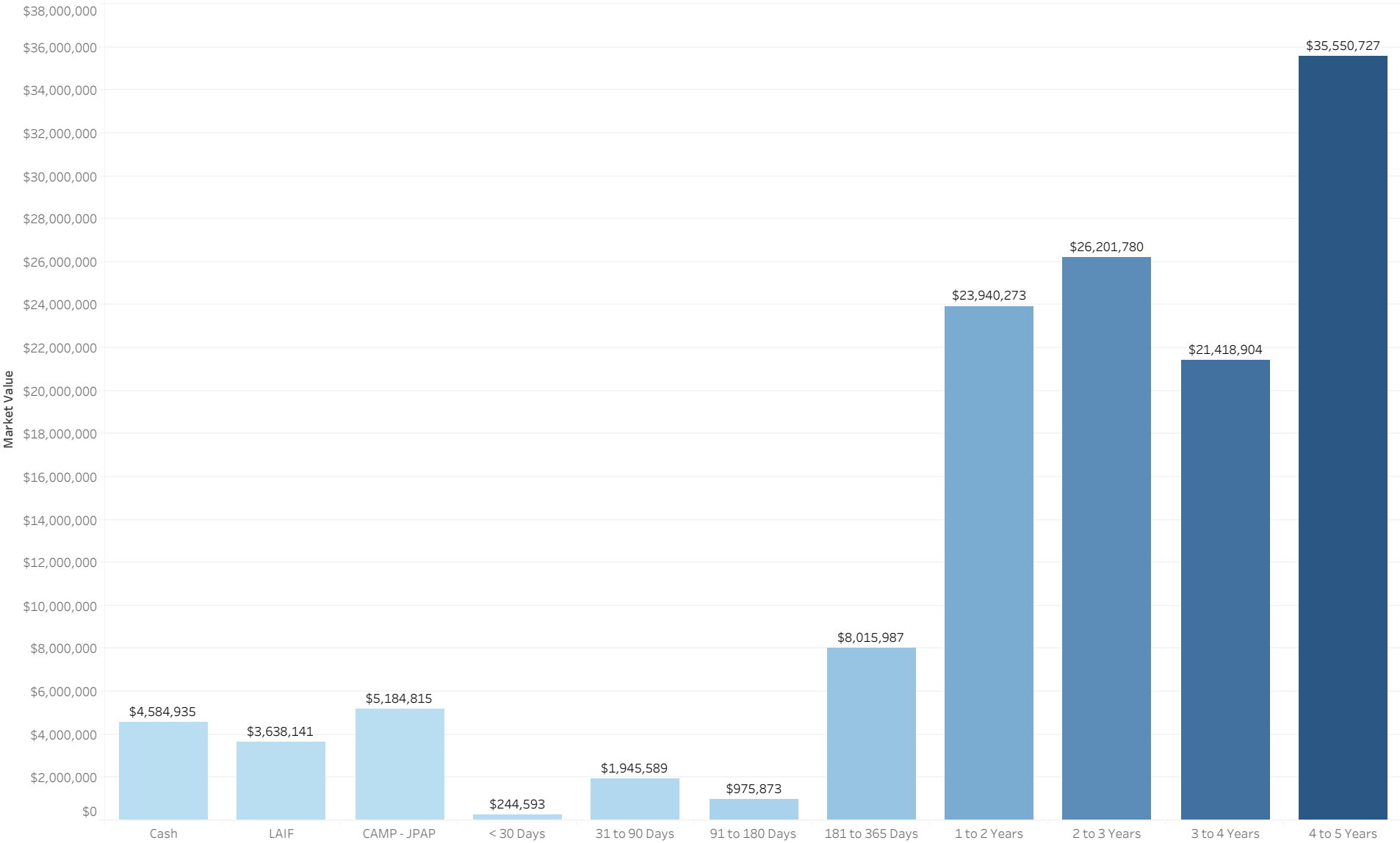
As of June 2023





# Investments by Maturity Date

As of June 2023



# Portfolio

As of June 2023

| Security Type                      | Issuer                | CUSIP       | Month, Day, Year of Maturity Date | Days to Maturity | Coupon | Par Value   | Market Value | Book Value  | Unrealized P/L |
|------------------------------------|-----------------------|-------------|-----------------------------------|------------------|--------|-------------|--------------|-------------|----------------|
| Cash                               | Bank                  | Cash        | Null                              | 1                | 0.45%  | \$4,584,935 | \$4,584,935  | \$4,584,935 | \$0            |
| LAIF                               | LAIF                  | LAIF        | Null                              | 1                | 3.26%  | \$3,638,141 | \$3,638,141  | \$3,638,141 | \$0            |
| CAMP - JPAP                        | CAMP - JPAP           | CAMP - JPAP | Null                              | 1                | 5.24%  | \$5,184,815 | \$5,184,815  | \$5,184,815 | \$0            |
| Medium Term Notes                  | AMAZON COM INC        | 023135CP9   | December 1, 2027                  | 1,615            | 4.58%  | \$1,000,000 | \$993,720    | \$997,630   | (\$3,910)      |
|                                    | AMERICAN HONDA FIN CO | 02665WED9   | January 12, 2028                  | 1,657            | 4.74%  | \$1,000,000 | \$991,730    | \$997,794   | (\$6,064)      |
|                                    | APPLE INC             | 037833EC0   | February 8, 2028                  | 1,684            | 1.38%  | \$500,000   | \$433,355    | \$427,219   | \$6,136        |
|                                    | ASTRAZENECA FINANCE L | 04636NAA1   | May 28, 2026                      | 1,063            | 1.33%  | \$500,000   | \$451,170    | \$501,040   | (\$49,870)     |
|                                    | BANK NOVA SCOTIA B C  | 06418BAE8   | March 11, 2027                    | 1,350            | 3.18%  | \$1,000,000 | \$927,960    | \$926,343   | \$1,617        |
|                                    | BANK OF AMERICA CORP  | 06051GFX2   | April 19, 2026                    | 1,024            | 3.65%  | \$500,000   | \$479,625    | \$554,155   | (\$74,530)     |
|                                    | CANADIAN IMP BK COMM  | 13607HR61   | April 7, 2027                     | 1,377            | 3.68%  | \$1,000,000 | \$936,690    | \$948,186   | (\$11,496)     |
|                                    | CIGNA CORP            | 125523AG5   | November 15, 2025                 | 869              | 4.24%  | \$500,000   | \$486,750    | \$564,210   | (\$77,460)     |
|                                    | CITIGROUP INC         | 172967KN0   | May 1, 2026                       | 1,036            | 3.58%  | \$500,000   | \$475,510    | \$550,715   | (\$75,205)     |
|                                    | COCA COLA CO THE      | 191216CL2   | September 6, 2024                 | 434              | 1.81%  | \$500,000   | \$483,245    | \$493,865   | (\$10,620)     |
|                                    | COMCAST CORP          | 20030NBW0   | January 15, 2027                  | 1,295            | 2.56%  | \$1,000,000 | \$918,170    | \$917,335   | \$835          |
|                                    | DEERE JOHN CAPITAL    | 24422EWR6   | January 20, 2028                  | 1,665            | 4.75%  | \$1,000,000 | \$999,170    | \$1,004,330 | (\$5,160)      |
|                                    | DEUTSCHE BK AG N Y    | 25160PAM9   | September 9, 2027                 | 1,532            | 5.46%  | \$1,000,000 | \$983,300    | \$1,005,611 | (\$22,311)     |
|                                    | ESTEE LAUDER CO INC   | 29736RAN0   | December 1, 2024                  | 520              | 2.10%  | \$500,000   | \$476,875    | \$501,600   | (\$24,725)     |
|                                    | GOLDMAN SACHS GROUP I | 38141GXJ8   | April 1, 2025                     | 641              | 3.64%  | \$500,000   | \$480,295    | \$545,605   | (\$65,310)     |
|                                    | HSBC HOLDINGS PLC     | 404280BB4   | May 25, 2026                      | 1,060            | 4.09%  | \$1,000,000 | \$952,900    | \$960,400   | (\$7,500)      |
|                                    | IBM CORP              | 459200AS0   | January 15, 2028                  | 1,660            | 6.12%  | \$1,000,000 | \$1,062,070  | \$1,076,510 | (\$14,440)     |
|                                    | INTEL CORP            | 458140CD0   | February 10, 2026                 | 956              | 4.89%  | \$1,000,000 | \$997,100    | \$998,520   | (\$1,420)      |
|                                    | INTERCONTINENTAL EXCH | 45866FAD6   | December 1, 2025                  | 885              | 3.86%  | \$500,000   | \$485,830    | \$557,000   | (\$71,170)     |
|                                    | MEAD JOHNSON NUTRITIO | 582839AH9   | November 15, 2025                 | 869              | 4.23%  | \$500,000   | \$487,690    | \$565,170   | (\$77,480)     |
|                                    | MITSUBISHI UFJ FIN GR | 606822AJ3   | September 13, 2026                | 1,171            | 3.01%  | \$1,000,000 | \$915,270    | \$924,800   | (\$9,530)      |
|                                    | MORGAN STANLEY        | 61746BDZ6   | January 27, 2026                  | 942              | 4.01%  | \$500,000   | \$482,655    | \$561,240   | (\$78,585)     |
|                                    | ORACLE CORP           | 68389XBL8   | September 15, 2023                | 77               | 2.42%  | \$500,000   | \$496,540    | \$492,550   | \$3,990        |
|                                    | ROYAL BK CDA          | 78016EZD2   | May 4, 2027                       | 1,404            | 3.83%  | \$1,000,000 | \$946,340    | \$951,709   | (\$5,369)      |
|                                    | STRYKER CORP          | 863667AH4   | November 1, 2025                  | 855              | 3.53%  | \$500,000   | \$478,450    | \$548,175   | (\$69,725)     |
|                                    | SUMITOMO MITSUI FINL  | 86562MAY6   | January 17, 2028                  | 1,662            | 3.84%  | \$1,000,000 | \$922,670    | \$934,451   | (\$11,781)     |
|                                    | TORONTO DOMINION BANK | 89115A2M3   | January 10, 2028                  | 1,655            | 5.19%  | \$1,000,000 | \$993,350    | \$1,005,769 | (\$12,419)     |
|                                    | TOSCO CORP            | 891490AR5   | January 1, 2027                   | 1,281            | 7.24%  | \$1,000,000 | \$1,077,120  | \$1,107,960 | (\$30,840)     |
|                                    | TOYOTA MTR CR CORP FR | 89236TKL8   | November 10, 2027                 | 1,594            | 5.34%  | \$1,000,000 | \$1,019,970  | \$1,030,896 | (\$10,926)     |
|                                    | UNITED PARCEL SERVICE | 911312BT2   | September 1, 2024                 | 429              | 2.28%  | \$500,000   | \$481,790    | \$504,105   | (\$22,315)     |
|                                    | UNITEDHEALTH GROUP IN | 91324PDN9   | December 15, 2025                 | 899              | 3.83%  | \$500,000   | \$482,590    | \$560,625   | (\$78,035)     |
|                                    | WELLS FARGO COMPANY   | 94974BGL8   | July 22, 2027                     | 1,483            | 4.48%  | \$1,000,000 | \$959,290    | \$975,500   | (\$16,210)     |
| Municipal Bonds                    | CONNECTICUT ST TXBL S | 20772KGN3   | April 15, 2024                    | 290              | 3.10%  | \$1,000,000 | \$980,830    | \$1,064,850 | (\$84,020)     |
|                                    | HOUSTON TX REF SER B  | 4423315T7   | March 1, 2024                     | 245              | 2.00%  | \$1,000,000 | \$976,010    | \$1,006,410 | (\$30,400)     |
|                                    | NEW YORK NY TXBL FISC | 64966QCA6   | August 1, 2024                    | 398              | 2.21%  | \$1,000,000 | \$963,860    | \$1,003,750 | (\$39,890)     |
|                                    | ONTARIO CA INTERNATIO | 683042AJ4   | May 15, 2025                      | 685              | 3.05%  | \$500,000   | \$475,035    | \$538,090   | (\$63,055)     |
|                                    | OREGON ST DEPT ADMINI | 68607VT47   | April 1, 2024                     | 276              | 2.87%  | \$500,000   | \$490,285    | \$510,125   | (\$19,840)     |
|                                    | TULSA CNTY OKLA INDPT | 899593MG9   | June 1, 2024                      | 337              | 2.67%  | \$500,000   | \$486,805    | \$501,550   | (\$14,745)     |
| Negotiable Certificates of Deposit | 1ST SECURITY BANK OF  | 33625CCP2   | July 30, 2024                     | 396              | 2.08%  | \$245,000   | \$236,058    | \$245,000   | (\$8,943)      |
|                                    | ABACUS FEDERAL SAVING | 00257TBF2   | August 2, 2024                    | 399              | 2.08%  | \$245,000   | \$236,013    | \$245,000   | (\$8,987)      |
|                                    | ACHIEVE FINL CR UN BE | 00453NAA9   | February 17, 2026                 | 963              | 4.74%  | \$249,000   | \$244,386    | \$249,000   | (\$4,614)      |

# Portfolio

As of June 2023

| Security Type                      | Issuer                | CUSIP     | Month, Day, Year of Maturity Date | Days to Maturity | Coupon | Par Value | Market Value | Book Value | Unrealized P/L |
|------------------------------------|-----------------------|-----------|-----------------------------------|------------------|--------|-----------|--------------|------------|----------------|
| Negotiable Certificates of Deposit | AFFINITY BK COVINGTON | 00833JAL5 | September 15, 2026                | 1,173            | 4.66%  | \$249,000 | \$242,900    | \$249,000  | (\$6,101)      |
|                                    | ALASKA USA FED CR UN  | 011852AE0 | March 8, 2028                     | 1,713            | 4.73%  | \$249,000 | \$241,923    | \$249,000  | (\$7,077)      |
|                                    | ALL IN FED CR UN DALE | 01664MAE6 | February 17, 2028                 | 1,693            | 4.73%  | \$249,000 | \$241,976    | \$249,000  | (\$7,024)      |
|                                    | ALLIANT CR UN CHICAGO | 01882MAD4 | December 30, 2025                 | 914              | 5.14%  | \$200,000 | \$198,554    | \$199,900  | (\$1,346)      |
|                                    | ALLY BK SANDY UTAH    | 02007GM42 | March 23, 2026                    | 997              | 5.10%  | \$243,000 | \$240,808    | \$243,000  | (\$2,192)      |
|                                    | ALMA BK ASTORIA NEW Y | 020080BL0 | September 11, 2024                | 439              | 1.83%  | \$245,000 | \$234,460    | \$245,000  | (\$10,540)     |
|                                    | AMERICAN EXP NATL BAN | 02589ACP5 | May 12, 2025                      | 682              | 3.29%  | \$246,000 | \$235,907    | \$237,002  | (\$1,095)      |
|                                    | AMERICAN FIRST CR UN  | 02616ACA5 | April 27, 2027                    | 1,397            | 4.55%  | \$249,000 | \$240,970    | \$249,000  | (\$8,030)      |
|                                    | AMERICAN ST BK SIOUX  | 029728BA9 | April 26, 2024                    | 301              | 2.56%  | \$245,000 | \$239,314    | \$245,000  | (\$5,686)      |
|                                    | AUSTIN TELCO FED CR U | 052392CH8 | December 16, 2026                 | 1,265            | 5.02%  | \$248,000 | \$244,771    | \$248,000  | (\$3,229)      |
|                                    | BALBOA THRIFT LN ASSN | 05765LAY3 | July 19, 2023                     | 19               | 2.05%  | \$245,000 | \$244,593    | \$245,000  | (\$407)        |
|                                    | BANK FIVE NINE OCONOM | 062119BK7 | March 20, 2028                    | 1,725            | 4.78%  | \$249,000 | \$242,416    | \$249,000  | (\$6,584)      |
|                                    | BANK NEW YORK MELLON  | 06405VFG9 | March 21, 2025                    | 630              | 5.04%  | \$243,000 | \$241,246    | \$243,000  | (\$1,754)      |
|                                    | BANK OF NEW ENGLAND   | 06426KBE7 | May 23, 2024                      | 328              | 2.72%  | \$245,000 | \$239,049    | \$245,000  | (\$5,951)      |
|                                    | BANK OF PERRY CNTY LO | 06425KCT4 | May 31, 2028                      | 1,797            | 4.30%  | \$249,000 | \$245,995    | \$249,000  | (\$3,005)      |
|                                    | BANK PONTIAC ILL      | 064455AZ1 | April 28, 2027                    | 1,398            | 4.41%  | \$244,000 | \$234,923    | \$244,000  | (\$9,077)      |
|                                    | BANK SIERRA PORTERVIL | 064860MCO | March 15, 2027                    | 1,354            | 4.72%  | \$244,000 | \$237,941    | \$244,000  | (\$6,059)      |
|                                    | BANK UTAH OGDEN UTAH  | 065427AC0 | May 10, 2028                      | 1,776            | 4.45%  | \$249,000 | \$238,056    | \$249,000  | (\$10,944)     |
|                                    | BANKERS BK MADISON WI | 06610RBZ1 | November 24, 2027                 | 1,608            | 4.43%  | \$249,000 | \$238,761    | \$249,000  | (\$10,239)     |
|                                    | BELLCO FEDERAL CR UN  | 07833EAN7 | February 24, 2026                 | 970              | 4.77%  | \$248,000 | \$244,597    | \$248,000  | (\$3,403)      |
|                                    | BLUE RIDGE BK MARTINS | 09582YAG7 | March 16, 2026                    | 990              | 5.05%  | \$230,000 | \$227,652    | \$230,000  | (\$2,348)      |
|                                    | BMO HARRIS BK NATL AS | 05600XQA1 | May 9, 2025                       | 679              | 4.85%  | \$244,000 | \$241,292    | \$244,000  | (\$2,708)      |
|                                    | BMW BK NORTH AMER SAL | 05580AW83 | March 17, 2028                    | 1,722            | 4.86%  | \$244,000 | \$238,595    | \$244,000  | (\$5,405)      |
|                                    | BRENTWOOD BK BETHEL P | 107219BK2 | March 17, 2026                    | 991              | 4.83%  | \$235,000 | \$231,118    | \$235,000  | (\$3,882)      |
|                                    | BRIDGEWATER BK BLOOMI | 108622NK3 | March 29, 2028                    | 1,734            | 4.90%  | \$249,000 | \$243,963    | \$249,000  | (\$5,037)      |
|                                    | CALIFORNIA CR UN GLEN | 130162AU4 | February 23, 2026                 | 969              | 4.60%  | \$244,000 | \$238,588    | \$244,000  | (\$5,412)      |
|                                    | CAPITAL ONE NATL ASSN | 14042RUR0 | September 30, 2027                | 1,553            | 4.47%  | \$200,000 | \$192,400    | \$199,800  | (\$7,400)      |
|                                    | CATTLEMENS BK ALTUS O | 14947NAA4 | March 16, 2026                    | 990              | 4.80%  | \$249,000 | \$246,366    | \$249,000  | (\$2,634)      |
|                                    | CELTIC BK SALT LAKE C | 15118RE78 | March 17, 2027                    | 1,356            | 4.80%  | \$249,000 | \$243,617    | \$249,000  | (\$5,383)      |
|                                    | CENTRAL BK STORM LAKE | 15258RBG1 | May 5, 2025                       | 675              | 4.71%  | \$249,000 | \$245,596    | \$249,000  | (\$3,404)      |
|                                    | CENTRIS FEDERAL CREDI | 15643VAB8 | May 27, 2025                      | 697              | 5.04%  | \$248,000 | \$246,090    | \$248,000  | (\$1,910)      |
|                                    | CFBANK FAIRLAWN OHIO  | 15721UFP9 | September 15, 2026                | 1,173            | 4.84%  | \$248,000 | \$243,382    | \$248,000  | (\$4,618)      |
|                                    | CHARLES SCHWAB BK SSB | 15987UBA5 | March 28, 2025                    | 637              | 5.08%  | \$243,000 | \$241,430    | \$243,000  | (\$1,570)      |
|                                    | CHARTWAY FED CR UN VA | 16141BAC5 | June 9, 2026                      | 1,075            | 4.97%  | \$248,000 | \$244,627    | \$248,000  | (\$3,373)      |
|                                    | CHEROKEE ST BK IOWA   | 164499DE2 | March 6, 2026                     | 980              | 4.65%  | \$242,000 | \$236,855    | \$239,922  | (\$3,067)      |
|                                    | CIBC BK USA CHICAGO I | 12547CAU2 | March 24, 2026                    | 998              | 5.05%  | \$243,000 | \$240,502    | \$243,000  | (\$2,498)      |
|                                    | CITADEL FED CR UN EXT | 17286TAG0 | February 27, 2025                 | 608              | 1.76%  | \$245,000 | \$230,302    | \$245,000  | (\$14,698)     |
|                                    | CITIZENS BK INC ROBER | 173851AE6 | March 16, 2026                    | 990              | 4.71%  | \$248,000 | \$247,254    | \$248,000  | (\$746)        |
|                                    | CITIZENS ST BK LACROS | 176688DA4 | March 24, 2028                    | 1,729            | 4.82%  | \$249,000 | \$242,927    | \$249,000  | (\$6,073)      |
|                                    | CITY NATL BK LOS ANGE | 178180GY5 | March 31, 2028                    | 1,736            | 5.06%  | \$243,000 | \$240,125    | \$243,000  | (\$2,875)      |
|                                    | COASTLIFE CR UN CORPU | 19058LAB0 | February 13, 2026                 | 959              | 4.74%  | \$249,000 | \$244,403    | \$249,000  | (\$4,597)      |
|                                    | COMMERCE BK GENEVA MI | 20056QRZ8 | June 26, 2024                     | 362              | 2.37%  | \$245,000 | \$237,523    | \$245,000  | (\$7,477)      |
|                                    | COMMUNITY FIRST BK IN | 20368TDH0 | May 5, 2025                       | 675              | 4.76%  | \$249,000 | \$245,813    | \$249,000  | (\$3,187)      |
|                                    | COMMUNITY HERITAGE FI | 597338AJ1 | May 10, 2027                      | 1,410            | 4.55%  | \$249,000 | \$240,925    | \$249,000  | (\$8,075)      |

# Portfolio

As of June 2023

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|------------------------------------|-----------------------|--------------------|-----------------------------------|------------------|-----------|-----------|--------------|------------|----------------|
| Negotiable Certificates of Deposit | CONNECTONE BK ENGLEWO | 20786ADG7          | March 23, 2026                    | 997              | 0.79%     | \$240,000 | \$211,392    | \$213,854  | (\$2,462)      |
|                                    | CONNEXUS CREDIT UNION | 20825WBC3          | August 26, 2025                   | 788              | 3.64%     | \$249,000 | \$239,299    | \$238,934  | \$365          |
|                                    | CORNERSTONE BK FARGO  | 219232CQ6          | May 12, 2025                      | 682              | 4.72%     | \$249,000 | \$245,566    | \$249,000  | (\$3,434)      |
|                                    | COUNTY SCHS FED CR UN | 22258JAF8          | March 17, 2026                    | 991              | 4.87%     | \$248,000 | \$244,216    | \$248,000  | (\$3,784)      |
|                                    | CROSS RIV BK TEANECK  | 227563CH4          | May 19, 2026                      | 1,054            | 4.74%     | \$244,000 | \$239,127    | \$244,000  | (\$4,873)      |
|                                    | CY FAIR FCU HOUSTON T | 23248UAA5          | May 19, 2027                      | 1,419            | 4.50%     | \$249,000 | \$240,459    | \$249,000  | (\$8,541)      |
|                                    | DISCOVER BK GREENWOOD | 2546732F2          | March 6, 2028                     | 1,711            | 4.61%     | \$244,000 | \$235,602    | \$241,897  | (\$6,296)      |
|                                    | DORT FINL CR UN GRAND | 25844MAQ1          | February 10, 2028                 | 1,686            | 4.44%     | \$247,000 | \$236,549    | \$247,000  | (\$10,451)     |
|                                    | EAGLEBANK BETHESDA MD | 27002YFQ4          | February 24, 2026                 | 970              | 4.37%     | \$244,000 | \$237,095    | \$238,205  | (\$1,110)      |
|                                    | ENCORE BK LITTLE ROCK | 29260MAM7          | August 14, 2023                   | 45               | 2.01%     | \$245,000 | \$244,035    | \$245,000  | (\$965)        |
|                                    | ENERBANK USA SALT LAK | 29278TMN7          | November 22, 2023                 | 145              | 1.82%     | \$245,000 | \$241,661    | \$245,000  | (\$3,339)      |
|                                    | ENTERPRISE BANK PA    | 29367RKT2          | May 16, 2024                      | 321              | 2.66%     | \$245,000 | \$239,091    | \$245,000  | (\$5,909)      |
|                                    | FEDERAL SVGS BK CHICA | 313812EC9          | February 24, 2026                 | 970              | 4.33%     | \$249,000 | \$241,595    | \$244,829  | (\$3,235)      |
|                                    | FIDELITY BK NEW ORLEA | 31617CAY9          | March 16, 2026                    | 990              | 4.77%     | \$249,000 | \$245,516    | \$249,000  | (\$3,484)      |
|                                    | FIRST FED CR UN CEDAR | 32024JAM5          | February 17, 2028                 | 1,693            | 4.57%     | \$249,000 | \$239,934    | \$249,000  | (\$9,066)      |
|                                    | FIRST FMRS BK TR CONV | 320165JK0          | September 4, 2024                 | 432              | 1.83%     | \$245,000 | \$234,622    | \$245,000  | (\$10,378)     |
|                                    | FIRST NATIONAL BANK O | 32112UDM0          | January 2, 2024                   | 186              | 1.78%     | \$245,000 | \$240,644    | \$245,000  | (\$4,356)      |
|                                    | FIRST NATL BK DAMARIS | 32117BFR4          | September 23, 2026                | 1,181            | 5.06%     | \$248,000 | \$245,200    | \$248,000  | (\$2,800)      |
|                                    | FIRST NATL BK OF MICH | 32114VCH8          | March 15, 2028                    | 1,720            | 4.73%     | \$249,000 | \$241,908    | \$249,000  | (\$7,092)      |
|                                    | FIRST ST BK BUXTON ND | 33648RAZ2          | September 5, 2023                 | 67               | 1.66%     | \$245,000 | \$243,408    | \$245,000  | (\$1,593)      |
|                                    | FIRST ST BK NEW LONDO | 336793CD4          | March 12, 2027                    | 1,351            | 4.76%     | \$244,000 | \$238,351    | \$244,000  | (\$5,649)      |
|                                    | FIRST TECHNOLOGY FED  | 33715LEN6          | February 18, 2025                 | 599              | 4.90%     | \$248,000 | \$245,706    | \$248,000  | (\$2,294)      |
|                                    | FIRST UTD BK TR CO    | 33742CCS4          | February 8, 2027                  | 1,319            | 4.19%     | \$200,000 | \$191,156    | \$195,050  | (\$3,894)      |
|                                    | FIRST WESTN BK TR MIN | 33749VBP2          | May 12, 2025                      | 682              | 4.81%     | \$249,000 | \$246,007    | \$249,000  | (\$2,993)      |
|                                    | FLAGSTAR BK NATL ASSN | 33847GAB8          | March 2, 2026                     | 976              | 4.51%     | \$244,000 | \$240,572    | \$241,365  | (\$793)        |
|                                    | FNCB BK DUNMORE PA    | 30257YBS0          | May 7, 2027                       | 1,407            | 4.46%     | \$244,000 | \$235,297    | \$244,000  | (\$8,703)      |
|                                    | FREEDOM FIRST CR UN R | 35638CAH2          | April 28, 2025                    | 668              | 4.81%     | \$248,000 | \$245,069    | \$248,000  | (\$2,931)      |
|                                    | FREEDOM NORTHWEST CR  | 356436AK1          | June 1, 2026                      | 1,067            | 4.92%     | \$248,000 | \$244,310    | \$248,000  | (\$3,690)      |
|                                    | FREESTAR FINL CR UN C | 35688MAE6          | February 22, 2028                 | 1,698            | 4.48%     | \$249,000 | \$238,893    | \$249,000  | (\$10,107)     |
|                                    | GENOA BKG CO OHIO     | 372348CJ9          | July 31, 2024                     | 397              | 2.03%     | \$245,000 | \$235,908    | \$245,000  | (\$9,092)      |
|                                    | GEORGIA BKG CO        | 37312PDD8          | March 27, 2026                    | 1,001            | 5.01%     | \$243,000 | \$240,188    | \$243,000  | (\$2,812)      |
|                                    | GOLD COAST BK CHICAGO | 38058KEW2          | September 22, 2027                | 1,545            | 4.81%     | \$249,000 | \$243,273    | \$249,000  | (\$5,727)      |
|                                    | GRAND RIV BK GRANDVIL | 38644ABP3          | August 2, 2024                    | 399              | 2.08%     | \$245,000 | \$236,013    | \$245,000  | (\$8,987)      |
|                                    | GREAT NORTH BK FLOREN | 39103QA29          | March 16, 2026                    | 990              | 4.92%     | \$244,000 | \$240,596    | \$244,000  | (\$3,404)      |
|                                    | GREENSTATE CR UN NORT | 39573LDW5          | October 28, 2025                  | 851              | 4.82%     | \$248,000 | \$244,409    | \$248,000  | (\$3,591)      |
|                                    | GREENWOOD MUN FED CR  | 39729LAF8          | June 1, 2027                      | 1,432            | 4.55%     | \$249,000 | \$246,059    | \$249,000  | (\$2,941)      |
|                                    | HONOLULU FIRE DEPT FE | 438649AE5          | August 17, 2026                   | 1,144            | 4.53%     | \$249,000 | \$241,918    | \$249,000  | (\$7,082)      |
|                                    | HORIZON BK WAVERLY NE | 44042TBQ6          | August 29, 2023                   | 60               | 1.71%     | \$231,000 | \$229,838    | \$227,867  | \$1,971        |
|                                    | HUNTINGTON NATL BK CO | 446438SB0          | May 5, 2025                       | 675              | 4.85%     | \$244,000 | \$241,304    | \$244,000  | (\$2,696)      |
|                                    | JOHN MARSHALL BK REST | 47804GKM4          | September 2, 2026                 | 1,160            | 4.57%     | \$249,000 | \$242,217    | \$248,502  | (\$6,285)      |
|                                    | KEY BK NATL ASSN OHIO | 49306SJS6          | March 17, 2025                    | 626              | 5.04%     | \$243,000 | \$241,255    | \$243,000  | (\$1,745)      |
|                                    | KNOX TVA EMPL CREDIT  | 499724AD4          | August 30, 2023                   | 61               | 3.26%     | \$245,000 | \$244,179    | \$245,000  | (\$821)        |
| LAFAYETTE FED CR UN R              | 50625LAE3             | September 27, 2023 | 89                                | 3.32%            | \$245,000 | \$243,826 | \$245,000    | (\$1,174)  |                |
| LEADERS CR UN JACKSON              | 52171MAG0             | March 30, 2028     | 1,735                             | 5.06%            | \$248,000 | \$245,061 | \$248,000    | (\$2,939)  |                |

# Portfolio

As of June 2023

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|------------------------------------|-----------------------|-----------|-----------------------------------|------------------|--------|-----------|--------------|------------|----------------|
| Negotiable Certificates of Deposit | LIBERTY FED CR UN EVA | 53052LAU3 | June 9, 2025                      | 710              | 5.13%  | \$248,000 | \$246,524    | \$248,000  | (\$1,476)      |
|                                    | LIBERTY FIRST CR UN L | 530520AE5 | February 3, 2028                  | 1,679            | 4.42%  | \$249,000 | \$239,476    | \$249,000  | (\$9,524)      |
|                                    | LIVE OAK BANKING COMP | 538036GU2 | November 27, 2024                 | 516              | 1.94%  | \$245,000 | \$233,046    | \$245,000  | (\$11,954)     |
|                                    | LUANA SVGS BK IOWA    | 549104C70 | March 17, 2026                    | 991              | 4.51%  | \$244,000 | \$237,851    | \$244,000  | (\$6,149)      |
|                                    | LYONS NATL BK N Y     | 552249CH5 | March 16, 2026                    | 990              | 4.92%  | \$244,000 | \$240,596    | \$244,000  | (\$3,404)      |
|                                    | MAINSTREET BANK       | 56065GAG3 | April 26, 2024                    | 301              | 2.66%  | \$245,000 | \$239,510    | \$245,000  | (\$5,490)      |
|                                    | MANUFACTURERS TRADERS | 564759SE9 | March 17, 2027                    | 1,356            | 4.93%  | \$244,000 | \$239,969    | \$244,000  | (\$4,031)      |
|                                    | MEDALLION BK UTAH     | 58404DSM4 | June 16, 2028                     | 1,813            | 4.57%  | \$249,000 | \$239,540    | \$249,000  | (\$9,460)      |
|                                    | MID AMERN CR UN WICHI | 59522NAD6 | May 23, 2025                      | 693              | 5.04%  | \$248,000 | \$246,098    | \$248,000  | (\$1,902)      |
|                                    | MID MO BK SPRINGFIELD | 59541KBV8 | July 17, 2024                     | 383              | 1.97%  | \$245,000 | \$236,092    | \$245,000  | (\$8,908)      |
|                                    | MIDWEST BK WESTN ILL  | 59828PCQ1 | March 23, 2026                    | 997              | 5.05%  | \$248,000 | \$245,453    | \$248,000  | (\$2,547)      |
|                                    | MINNWEST BK REDWOOD F | 604255KB4 | May 3, 2027                       | 1,403            | 4.42%  | \$249,000 | \$239,655    | \$249,000  | (\$9,345)      |
|                                    | MORGAN STANLEY BK N A | 61690UPF1 | November 29, 2024                 | 518              | 2.05%  | \$245,000 | \$233,389    | \$245,000  | (\$11,611)     |
|                                    | MORGAN STANLEY PVT BK | 61760AYR4 | April 11, 2024                    | 286              | 2.86%  | \$245,000 | \$240,200    | \$245,000  | (\$4,800)      |
|                                    | MOUNTAIN AMER FED CR  | 62384RAT3 | April 28, 2026                    | 1,033            | 4.79%  | \$249,000 | \$244,416    | \$249,000  | (\$4,584)      |
|                                    | NEBRASKALAND BK NORTH | 63970MAE5 | September 17, 2025                | 810              | 4.86%  | \$249,000 | \$245,808    | \$249,000  | (\$3,192)      |
|                                    | NEIGHBORS FCU BATON R | 64017AAM6 | September 28, 2023                | 90               | 3.32%  | \$245,000 | \$243,763    | \$245,000  | (\$1,237)      |
|                                    | NORTHWEST BK BOISE ID | 66736ACE7 | March 17, 2026                    | 991              | 5.05%  | \$248,000 | \$245,465    | \$248,000  | (\$2,535)      |
|                                    | NUMERICA CR UN SPOKAN | 67054NBH5 | June 1, 2026                      | 1,067            | 4.83%  | \$248,000 | \$243,640    | \$248,000  | (\$4,360)      |
|                                    | ONE CMNTY BK ORE WIS  | 682325DH5 | October 6, 2026                   | 1,194            | 4.88%  | \$248,000 | \$243,710    | \$248,000  | (\$4,290)      |
|                                    | PARKSIDE FINL BK TR C | 70147AEX8 | September 17, 2025                | 810              | 4.68%  | \$249,000 | \$244,772    | \$249,000  | (\$4,228)      |
|                                    | PARTNERS BK MISSION V | 70212YBN1 | March 17, 2025                    | 626              | 5.08%  | \$243,000 | \$241,450    | \$243,000  | (\$1,550)      |
|                                    | PEOPLES BK CO COLDWAT | 710275AC2 | March 17, 2027                    | 1,356            | 4.80%  | \$249,000 | \$243,617    | \$249,000  | (\$5,383)      |
|                                    | PEOPLES SVGS BK WELLS | 71224LAG9 | March 8, 2027                     | 1,347            | 4.54%  | \$244,000 | \$236,346    | \$240,906  | (\$4,560)      |
|                                    | PINNACLE BK NASHVILLE | 723455LN9 | May 8, 2026                       | 1,043            | 4.70%  | \$244,000 | \$238,849    | \$244,000  | (\$5,151)      |
|                                    | PLAINS ST BK TEX      | 726547BK7 | June 21, 2024                     | 357              | 2.37%  | \$245,000 | \$237,640    | \$245,000  | (\$7,360)      |
|                                    | POINT WEST CREDIT UNI | 730716AF4 | April 13, 2026                    | 1,018            | 5.05%  | \$243,000 | \$240,466    | \$243,000  | (\$2,534)      |
|                                    | POPPY BK SANTA ROSA C | 73319FAF6 | March 18, 2025                    | 627              | 1.18%  | \$245,000 | \$227,620    | \$245,000  | (\$17,380)     |
|                                    | POPULAR BK NEW YORK B | 73317ABT8 | March 19, 2026                    | 993              | 4.83%  | \$247,000 | \$242,922    | \$247,000  | (\$4,078)      |
|                                    | PORTAGE BK BELLEVUE W | 73565MAC9 | March 24, 2027                    | 1,363            | 4.85%  | \$249,000 | \$244,025    | \$249,000  | (\$4,975)      |
|                                    | PREFERRED BANK LA CAL | 740367HP5 | August 16, 2024                   | 413              | 2.08%  | \$245,000 | \$235,710    | \$245,000  | (\$9,290)      |
|                                    | RAIZ FCU EL PASO TEX  | 75102EAG3 | August 18, 2025                   | 780              | 4.77%  | \$249,000 | \$245,409    | \$249,000  | (\$3,591)      |
|                                    | RAYMOND JAMES BANK NA | 75472RAU5 | December 30, 2024                 | 549              | 1.95%  | \$245,000 | \$232,297    | \$245,000  | (\$12,703)     |
|                                    | RIA FED CR UN         | 749622AL0 | December 26, 2023                 | 179              | 2.53%  | \$245,000 | \$241,697    | \$245,000  | (\$3,303)      |
|                                    | ROGUE CR UN MEDFORD O | 77535MAM5 | January 20, 2028                  | 1,665            | 5.14%  | \$248,000 | \$246,105    | \$248,000  | (\$1,895)      |
|                                    | SAN FRANCISCO FED CR  | 79772FAG1 | February 3, 2028                  | 1,679            | 4.52%  | \$216,000 | \$207,738    | \$216,000  | (\$8,262)      |
|                                    | SANDY SPRING BK OLNEY | 800364EX5 | March 16, 2026                    | 990              | 4.96%  | \$244,000 | \$240,901    | \$244,000  | (\$3,099)      |
|                                    | SAVANNAH BK NATL ASSN | 804767AB7 | May 3, 2028                       | 1,769            | 4.32%  | \$249,000 | \$236,493    | \$249,000  | (\$12,507)     |
|                                    | SAWYER SVGS BK SAUGER | 805508BY3 | March 10, 2026                    | 984              | 4.65%  | \$245,000 | \$239,752    | \$243,177  | (\$3,425)      |
|                                    | SECURITY ST BK WARROA | 81501JAE2 | May 31, 2028                      | 1,797            | 4.35%  | \$249,000 | \$246,000    | \$249,000  | (\$3,000)      |
|                                    | SIGNATURE FED CR UN A | 82671DAC1 | June 8, 2026                      | 1,074            | 4.88%  | \$248,000 | \$243,958    | \$248,000  | (\$4,042)      |
|                                    | SOUTHERN BK POPLAR BL | 843383CS7 | May 17, 2028                      | 1,783            | 4.40%  | \$249,000 | \$237,494    | \$249,000  | (\$11,506)     |
|                                    | SOUTHERN FIRST BK N A | 84287PHU9 | November 27, 2026                 | 1,246            | 4.71%  | \$249,000 | \$243,061    | \$249,000  | (\$5,939)      |
|                                    | SOUTHERN MICH BK TR   | 843355BP2 | November 8, 2027                  | 1,592            | 4.30%  | \$249,000 | \$237,382    | \$249,000  | (\$11,618)     |

# Portfolio

As of June 2023

| Security Type                      | Issuer                | CUSIP                 | Month, Day, Year of Maturity Date | Days to Maturity | Coupon | Par Value    | Market Value | Book Value  | Unrealized P/L |
|------------------------------------|-----------------------|-----------------------|-----------------------------------|------------------|--------|--------------|--------------|-------------|----------------|
| Negotiable Certificates of Deposit | ST VINCENTS MED CTR C | 85279AAC6             | June 16, 2027                     | 1,447            | 4.72%  | \$249,000    | \$242,583    | \$249,000   | (\$6,417)      |
|                                    | STATE BK INDIA NEW YO | 856285X89             | February 28, 2028                 | 1,704            | 4.65%  | \$244,000    | \$236,141    | \$244,000   | (\$7,859)      |
|                                    | SYNCHRONY BK RETAIL C | 87164XZW9             | August 20, 2026                   | 1,147            | 1.03%  | \$248,000    | \$216,901    | \$219,540   | (\$2,639)      |
|                                    | TECHNOLOGY CR UN SAN  | 87868YAJ2             | February 24, 2025                 | 605              | 5.04%  | \$248,000    | \$246,274    | \$248,000   | (\$1,726)      |
|                                    | THOMASVILLE NATL BK G | 884693BY7             | March 24, 2025                    | 633              | 5.08%  | \$248,000    | \$246,415    | \$248,000   | (\$1,585)      |
|                                    | TRANSPORTATION ALLIAN | 89388CGJ1             | March 17, 2025                    | 626              | 5.04%  | \$248,000    | \$246,224    | \$248,000   | (\$1,776)      |
|                                    | TRISTATE CAP BK PITTS | 89677DJE7             | March 30, 2026                    | 1,004            | 5.05%  | \$243,000    | \$240,490    | \$243,000   | (\$2,510)      |
|                                    | TRULIANT FED CR UN WI | 89789AAD9             | February 26, 2027                 | 1,337            | 4.63%  | \$249,000    | \$242,006    | \$249,000   | (\$6,994)      |
|                                    | UBS BK USA SALT LAKE  | 90355GDT0             | June 1, 2028                      | 1,798            | 4.50%  | \$249,000    | \$246,500    | \$249,000   | (\$2,500)      |
|                                    | UFIRST FED CR UN PLAT | 902684AA7             | August 22, 2025                   | 784              | 4.77%  | \$249,000    | \$245,392    | \$249,000   | (\$3,608)      |
|                                    | UNITED FID BK FSB EVA | 910286GA5             | March 30, 2027                    | 1,369            | 4.97%  | \$248,000    | \$244,300    | \$248,000   | (\$3,700)      |
|                                    | UNITED HERITAGE CR UN | 91334AAL7             | March 21, 2025                    | 630              | 5.17%  | \$248,000    | \$246,829    | \$248,000   | (\$1,171)      |
|                                    | UNITED ROOSEVELT SVGS | 91139LAF3             | May 19, 2027                      | 1,419            | 4.55%  | \$249,000    | \$240,895    | \$249,000   | (\$8,105)      |
|                                    | UNIVERSITY BK ANN ARB | 914098DQ8             | April 3, 2028                     | 1,739            | 4.94%  | \$248,000    | \$243,501    | \$248,000   | (\$4,499)      |
|                                    | UNIVEST NATL BK TR SO | 91527PBW6             | May 5, 2028                       | 1,771            | 4.32%  | \$249,000    | \$236,483    | \$249,000   | (\$12,517)     |
|                                    | UPPER PENNISUA STATE  | 91630PAS0             | December 27, 2024                 | 546              | 1.85%  | \$245,000    | \$232,035    | \$245,000   | (\$12,965)     |
|                                    | USALLIANCE FCU RYE NE | 90352RDB8             | May 26, 2028                      | 1,792            | 4.70%  | \$249,000    | \$241,214    | \$249,000   | (\$7,786)      |
|                                    | UTAH CMNTY CR UN PROV | 917352AC0             | April 27, 2026                    | 1,032            | 4.70%  | \$249,000    | \$243,769    | \$249,000   | (\$5,231)      |
|                                    | VALLESTAR CR UN MART  | 92023CAE3             | March 20, 2028                    | 1,725            | 4.86%  | \$248,000    | \$242,477    | \$248,000   | (\$5,523)      |
|                                    | VIKING BK NATL ASSN A | 92675MAA0             | March 13, 2026                    | 987              | 4.74%  | \$249,000    | \$244,286    | \$249,000   | (\$4,714)      |
|                                    | WASHINGTON FEDERAL    | 938828BJ8             | August 23, 2024                   | 420              | 2.13%  | \$245,000    | \$235,692    | \$245,000   | (\$9,308)      |
|                                    | WELLS FARGO BANK NA   | 949763B96             | May 24, 2024                      | 329              | 2.72%  | \$245,000    | \$239,027    | \$245,000   | (\$5,973)      |
|                                    | WESTERN ALLIANCE BK P | 95763PLW9             | April 28, 2025                    | 668              | 4.85%  | \$244,000    | \$241,328    | \$244,000   | (\$2,672)      |
|                                    | Government Agency     | B1BANK BATON ROUGE LA | 098079AM8                         | May 12, 2025     | 682    | 4.81%        | \$249,000    | \$246,007   | \$249,000      |
| CUSTOMERS BK PHOENIXV              |                       | 23204HNV6             | March 31, 2026                    | 1,005            | 5.05%  | \$243,000    | \$240,490    | \$243,000   | (\$2,510)      |
| FEDERAL AGRI MTG CORP              |                       | 31422BPQ7             | November 22, 2023                 | 145              | 1.65%  | \$500,000    | \$492,515    | \$499,884   | (\$7,369)      |
| FEDERAL HOME LOAN BKS              |                       | 3130A1XJ2             | June 14, 2024                     | 350              | 2.95%  | \$2,000,000  | \$1,951,400  | \$2,089,405 | (\$138,005)    |
|                                    |                       | 3130ASA82             | June 20, 2025                     | 721              | 2.55%  | \$500,000    | \$490,310    | \$497,010   | (\$6,700)      |
|                                    |                       | 3130ASE96             | June 27, 2025                     | 728              | 3.33%  | \$1,000,000  | \$961,180    | \$990,123   | (\$28,943)     |
|                                    |                       | 3130ASH77             | June 28, 2024                     | 364              | 3.65%  | \$1,000,000  | \$978,660    | \$1,000,000 | (\$21,340)     |
|                                    | TENNESSEE VALLEY AUTH | 880591ER9             | September 15, 2024                | 443              | 2.96%  | \$500,000    | \$484,895    | \$526,520   | (\$41,625)     |
| U.S. Treasuries                    | U S TREASURY NOTE     | 91282CCJ8             | June 30, 2026                     | 1,096            | 0.97%  | \$10,000,000 | \$9,010,200  | \$8,978,125 | \$32,075       |
|                                    |                       | 91282CEX5             | June 30, 2024                     | 366              | 3.07%  | \$10,000,000 | \$9,764,100  | \$9,840,625 | (\$76,525)     |
|                                    |                       | 91282CHK0             | June 30, 2028                     | 1,827            | 4.02%  | \$10,000,000 | \$9,945,300  | \$9,938,281 | \$7,019        |
|                                    |                       | 912828ZV5             | June 30, 2027                     | 1,461            | 0.58%  | \$10,000,000 | \$8,621,900  | \$8,611,719 | \$10,181       |
|                                    |                       | 912828ZW3             | June 30, 2025                     | 731              | 0.27%  | \$10,000,000 | \$9,132,800  | \$9,057,031 | \$75,769       |



CITY OF  
EL SEGUNDO

# Transactions

# Transactions

Prior 3 Months as of June 2023

| Year of Transaction Date | Month of Transaction Date | Day of Transaction Date | Issuer               | CUSIP           | Maturity Date | Coupon    | Par Value    | Book Value   |              |
|--------------------------|---------------------------|-------------------------|----------------------|-----------------|---------------|-----------|--------------|--------------|--------------|
| 2023                     | April                     | 3                       | UNIVERSITY BK C D    | 914098DQ8       | 4/03/28       | 4.850%    | \$248,000    | \$248,000.00 |              |
|                          |                           | 6                       | ONE CMNTY BK C D     | 682325DHS       | 10/06/26      | 4.800%    | \$248,000    | \$248,000.00 |              |
|                          |                           | 12                      | POINT WEST C D       | 730716AF4       | 4/13/26       | 5.000%    | \$243,000    | \$243,000.00 |              |
|                          |                           | 24                      | CAPITAL ONE C D      | 14042RUR0       | 9/30/27       | 4.300%    | \$200,000    | \$199,800.00 |              |
|                          |                           | 26                      | UTAH CMNTY CR C D    | 917352AC0       | 4/27/26       | 4.600%    | \$249,000    | \$249,000.00 |              |
|                          |                           | 27                      | AMERICAN FIRST C D   | 02616ACA5       | 4/27/27       | 4.400%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | WESTERN C D          | 95763PLW9       | 4/28/25       | 4.800%    | \$244,000    | \$244,000.00 |              |
|                          |                           | 28                      | BANK PONTIAC ILL C D | 064455AZ1       | 4/28/27       | 4.250%    | \$244,000    | \$244,000.00 |              |
|                          |                           |                         | FREEDOM FIRST C D    | 35638CAH2       | 4/28/25       | 4.750%    | \$248,000    | \$248,000.00 |              |
|                          |                           |                         | GREENSTATE CR C D    | 39573LDW5       | 10/28/25      | 4.750%    | \$248,000    | \$248,000.00 |              |
|                          |                           |                         | MOUNTAIN AMER C D    | 62384RAT3       | 4/28/26       | 4.700%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | MINNWEST BK C D      | 60425SKB4       | 5/03/27       | 4.250%    | \$249,000    | \$249,000.00 |              |
|                          |                           | May                     | 3                    | SAVANNAH BK C D | 804767AB7     | 5/03/28   | 4.100%       | \$249,000    | \$249,000.00 |
|                          |                           |                         | 4                    | CENTRAL BK C D  | 15258RBG1     | 5/05/25   | 4.650%       | \$249,000    | \$249,000.00 |
|                          | 5                         |                         | COMMUNITY FIRST C D  | 20368TDHO       | 5/05/25       | 4.700%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | HUNTINGTON NATL C D  | 446438SB0       | 5/05/25       | 4.800%    | \$244,000    | \$244,000.00 |              |
|                          |                           |                         | UNIVEST NATL BK C D  | 91527PBW6       | 5/05/28       | 4.100%    | \$249,000    | \$249,000.00 |              |
|                          | 8                         |                         | PINNACLE BK C D      | 72345SLN9       | 5/08/26       | 4.600%    | \$244,000    | \$244,000.00 |              |
|                          |                           |                         | SOUTHERN MICH BK C D | 843355BP2       | 11/08/27      | 4.100%    | \$249,000    | \$249,000.00 |              |
|                          | 9                         |                         | BMO HARRIS C D       | 05600XQA1       | 5/09/25       | 4.800%    | \$244,000    | \$244,000.00 |              |
|                          | 10                        |                         | B1BANK BATON C D     | 098079AM8       | 5/12/25       | 4.750%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | BANK UTAH OGDEN C D  | 065427AC0       | 5/10/28       | 4.250%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | COMMUNITY C D        | 597338AJ1       | 5/10/27       | 4.400%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | CORNERSTONE BK C D   | 219232CQ6       | 5/12/25       | 4.650%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | FIRST WESTN BK C D   | 33749VBP2       | 5/12/25       | 4.750%    | \$249,000    | \$249,000.00 |              |
|                          | 12                        |                         | ALLIANT CR UN C D    | 01882MAD4       | 12/30/25      | 5.100%    | \$200,000    | \$199,900.00 |              |
|                          |                           |                         | FNCB BK C D          | 30257YBS0       | 5/07/27       | 4.300%    | \$244,000    | \$244,000.00 |              |
|                          | 17                        |                         | SOUTHERN BK C D      | 843383CS7       | 5/17/28       | 4.200%    | \$249,000    | \$249,000.00 |              |
|                          | 19                        |                         | CROSS RIV BK C D     | 227563CH4       | 5/19/26       | 4.650%    | \$244,000    | \$244,000.00 |              |
|                          |                           |                         | CY FAIR FCU C D      | 23248UAA5       | 5/19/27       | 4.350%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | UNITED C D           | 91139LAF3       | 5/19/27       | 4.400%    | \$249,000    | \$249,000.00 |              |
|                          | 24                        |                         | BANKERS BK C D       | 06610RBZ1       | 11/24/27      | 4.250%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | CENTRIS MTN C D      | 15643VAB8       | 5/27/25       | 5.000%    | \$248,000    | \$248,000.00 |              |
|                          |                           |                         | MID AMERN CR UN C D  | 59522NAD6       | 5/23/25       | 5.000%    | \$248,000    | \$248,000.00 |              |
|                          | 26                        |                         | SOUTHERN FIRST C D   | 84287PHU9       | 11/27/26      | 4.600%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | USALLIANCE FCU C D   | 90352RDB8       | 5/26/28       | 4.550%    | \$249,000    | \$249,000.00 |              |
|                          | 30                        | FREEDOM C D             | 356436AK1            | 6/01/26         | 4.850%        | \$248,000 | \$248,000.00 |              |              |
|                          |                           | NUMERICA CR UN C D      | 67054NBH5            | 6/01/26         | 4.750%        | \$248,000 | \$248,000.00 |              |              |
|                          | 31                        | BANK OF PERRY C D       | 06425KCT4            | 5/31/28         | 4.250%        | \$249,000 | \$249,000.00 |              |              |
|                          |                           | SECURITY ST BK C D      | 81501JAE2            | 5/31/28         | 4.300%        | \$249,000 | \$249,000.00 |              |              |
|                          | June                      | 1                       | GREENWOOD MUN C D    | 39729LAF8       | 6/01/27       | 4.500%    | \$249,000    | \$249,000.00 |              |
|                          |                           |                         | UBS BK USA C D       | 90355GDT0       | 6/01/28       | 4.450%    | \$249,000    | \$249,000.00 |              |



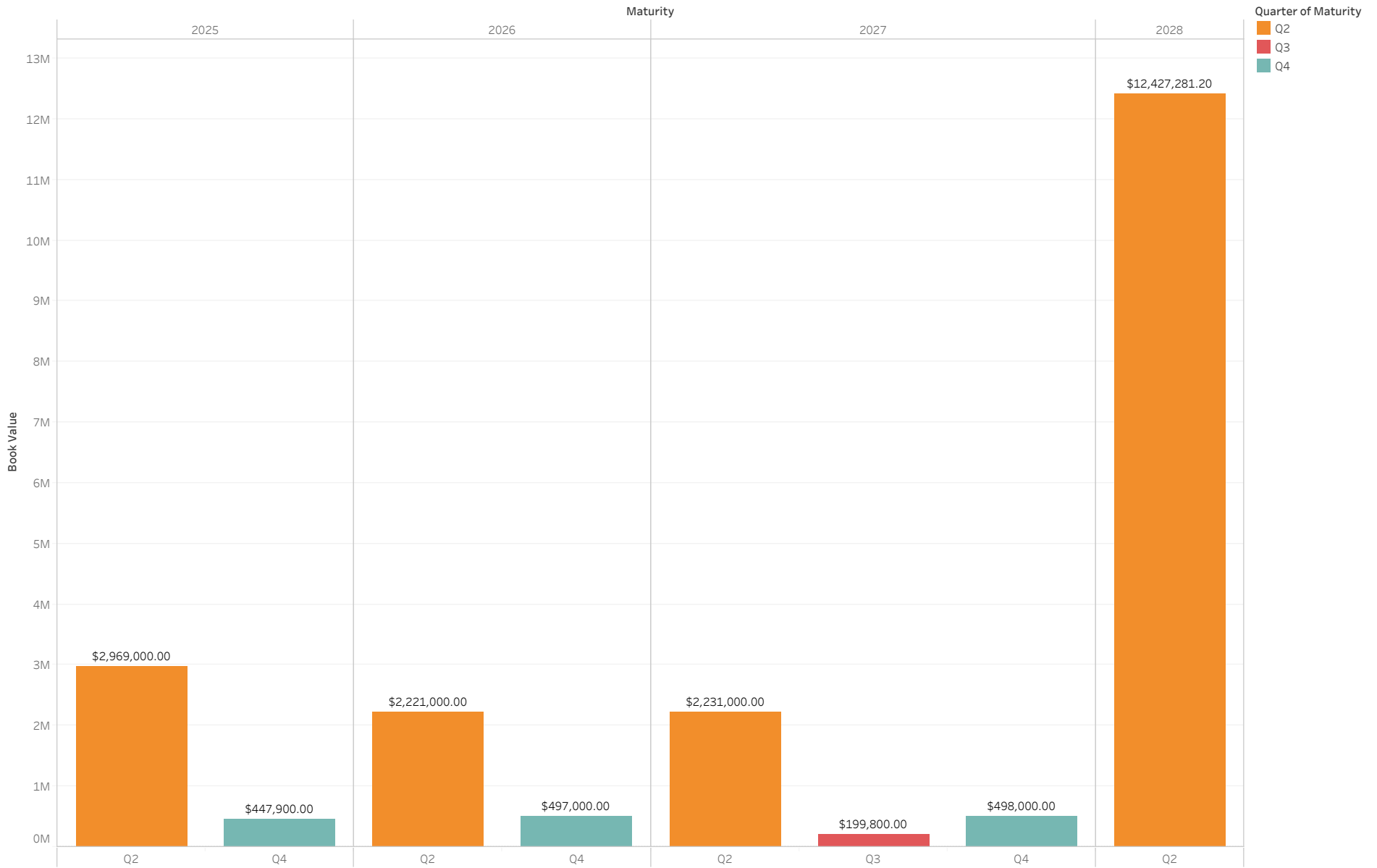
# Transactions

Prior 3 Months as of June 2023

| Year of Transaction Date | Month of Transaction Date | Day of Transaction Date | Issuer              | CUSIP     | Maturity Date | Coupon | Par Value    | Book Value     |
|--------------------------|---------------------------|-------------------------|---------------------|-----------|---------------|--------|--------------|----------------|
| 2023                     | June                      | 7                       | SIGNATURE FED C D   | 82671DAC1 | 6/08/26       | 4.800% | \$248,000    | \$248,000.00   |
|                          |                           | 9                       | CHARTWAY FED CR C D | 16141BAC5 | 6/09/26       | 4.900% | \$248,000    | \$248,000.00   |
|                          |                           |                         | LIBERTY FED C D     | 53052LAU3 | 6/09/25       | 5.100% | \$248,000    | \$248,000.00   |
|                          |                           | 16                      | MEDALLION BK C D    | 58404DSM4 | 6/16/28       | 4.400% | \$249,000    | \$249,000.00   |
|                          |                           |                         | ST VINCENTS MED C D | 85279AAC6 | 6/16/27       | 4.600% | \$249,000    | \$249,000.00   |
|                          |                           | 30                      | U S TREASURY NT     | 91282CHK0 | 6/30/28       | 4.000% | \$10,000,000 | \$9,938,281.20 |

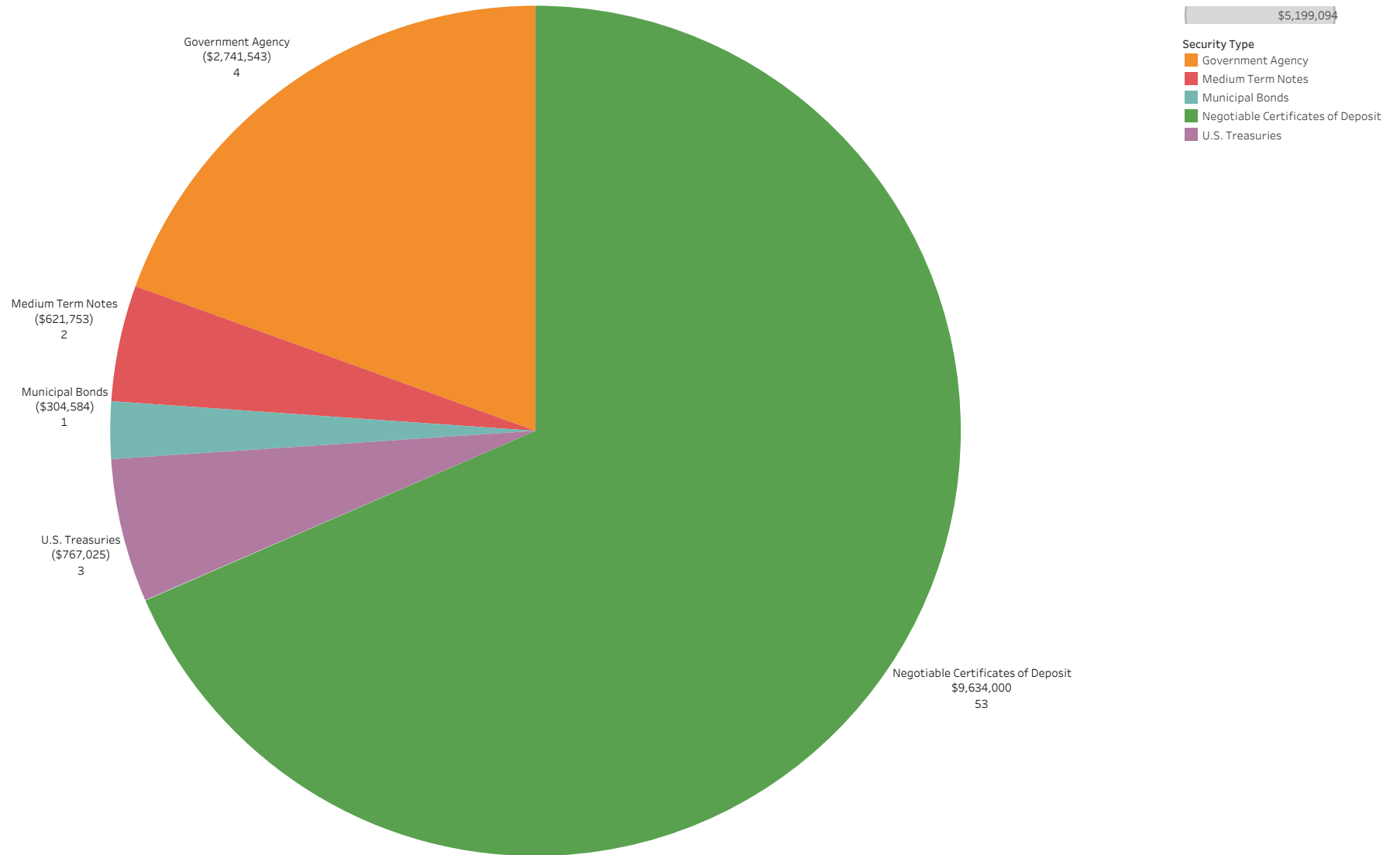
# Transaction Ladder

Prior 3 Months as of June 2023



# Transaction Summary

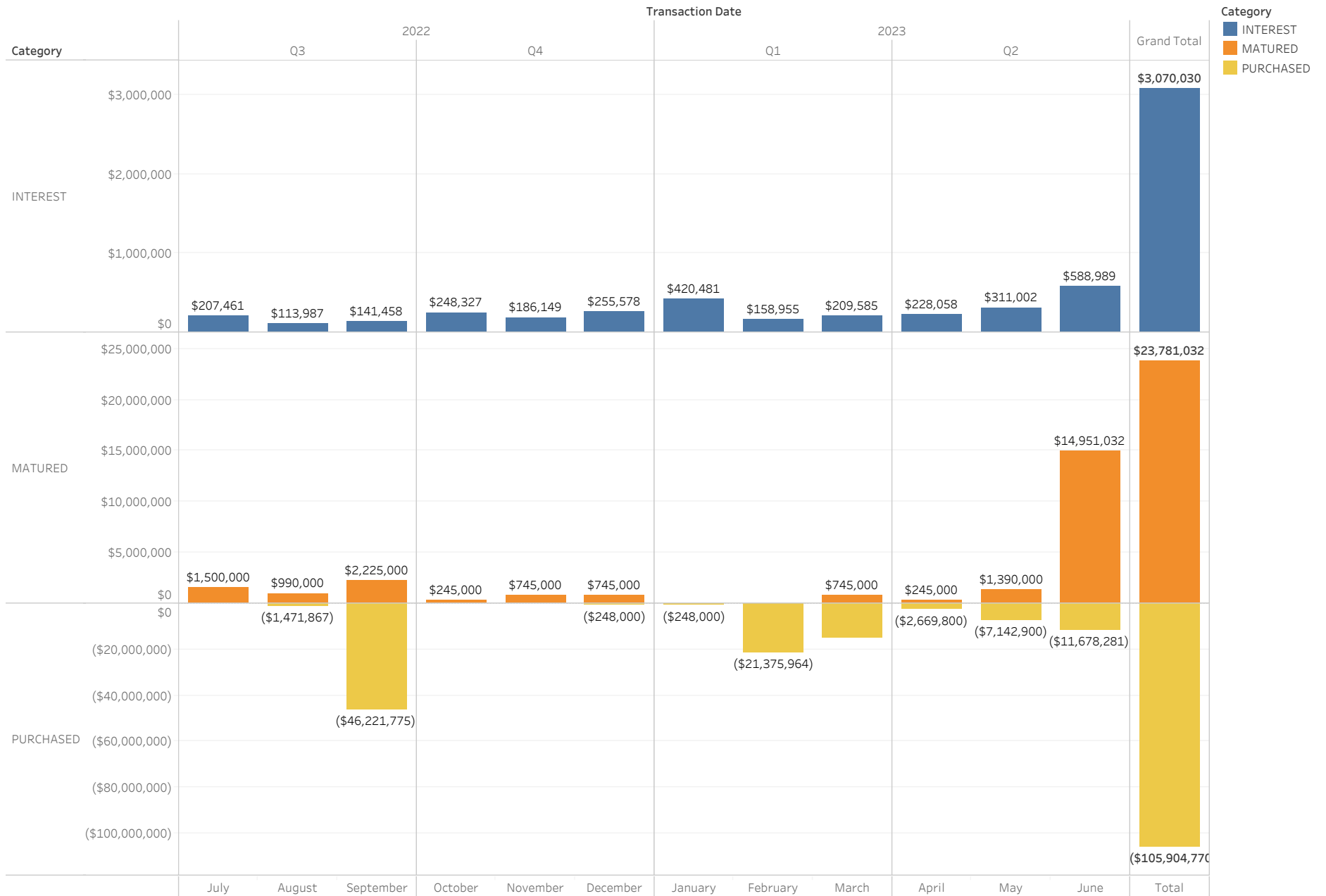
Prior 3 Months as of June 2023



Security Type, sum of Cost Basis and count of Cusip. Color shows details about Security Type. Size shows sum of Cost Basis. The marks are labeled by Security Type, sum of Cost Basis and count of Cusip. The data is filtered on Last 3 Months and NonZero. The Last 3 Months filter keeps True. The NonZero filter keeps True.

# Interest Received

As of June 2023





CITY OF  
EL SEGUNDO

# Compliance

# Asset Class Compliance

As of June 2023

| Security Type                      | In Compliance? | Max Weight    | Weight         | Par Value            | Book Value           | Market Value         |
|------------------------------------|----------------|---------------|----------------|----------------------|----------------------|----------------------|
| Cash                               | Y              | 100%          | 3.48%          | \$4,584,935          | \$4,584,935          | \$4,584,935          |
| LAIF                               | Y              | 100%          | 2.76%          | \$3,638,141          | \$3,638,141          | \$3,638,141          |
| CAMP - JPAP                        | Y              | 100%          | 3.94%          | \$5,184,815          | \$5,184,815          | \$5,184,815          |
| Medium Term Notes                  | Y              | 30%           | 18.04%         | \$24,500,000         | \$24,691,019         | \$23,759,190         |
| Municipal Bonds                    | Y              | 100%          | 3.32%          | \$4,500,000          | \$4,624,775          | \$4,372,825          |
| Negotiable Certificates of Deposit | Y              | 30%           | 28.73%         | \$38,762,000         | \$38,657,750         | \$37,841,954         |
| Government Agency                  | Y              | 100%          | 4.44%          | \$5,992,000          | \$6,094,941          | \$5,845,457          |
| U.S. Treasuries                    | Y              | 100%          | 35.29%         | \$50,000,000         | \$46,425,781         | \$46,474,300         |
|                                    |                | <b>Totals</b> | <b>100.00%</b> | <b>\$137,161,890</b> | <b>\$133,902,157</b> | <b>\$131,701,616</b> |

# Rating Compliance

As of June 2023

| Security Type     | Issuer                 | CUSIP     | S&P Rating | Moody Rating | In Compliance? | Market Value | Weight | Maximum % of Portfolio |
|-------------------|------------------------|-----------|------------|--------------|----------------|--------------|--------|------------------------|
| Government Agency | B1BANK BATON ROUGE LA  | 098079AM8 | Null       | N/A          | Y              | \$246,007    | 0.19%  | 100.00%                |
|                   | CUSTOMERS BK PHOENIXV  | 23204HNV6 | Null       | N/A          | Y              | \$240,490    | 0.18%  | 100.00%                |
|                   | FEDERAL AGRI MTG CORP  | 31422BPQ7 | N/A        | N/A          | Y              | \$492,515    | 0.37%  | 100.00%                |
|                   | FEDERAL HOME LOAN BKS  | 3130A1XJ2 | AA+        | AAA          | Y              | \$1,951,400  | 1.48%  | 100.00%                |
|                   |                        | 3130ASA82 | AA+        | AAA          | Y              | \$490,310    | 0.37%  | 100.00%                |
|                   |                        | 3130ASE96 | AA+        | AAA          | Y              | \$961,180    | 0.73%  | 100.00%                |
|                   |                        | 3130ASH77 | AA+        | AAA          | Y              | \$978,660    | 0.74%  | 100.00%                |
|                   | TENNESSEE VALLEY AUTH  | 880591ER9 | AA+        | AAA          | Y              | \$484,895    | 0.37%  | 100.00%                |
| Medium Term Notes | AMAZON COM INC         | 023135CP9 | AA         | A1           | Y              | \$993,720    | 0.75%  | 1.00%                  |
|                   | AMERICAN HONDA FIN CO  | 02665WED9 | A-         | A3           | Y              | \$991,730    | 0.75%  | 1.00%                  |
|                   | APPLE INC              | 037833ECO | AA+        | AAA          | Y              | \$433,355    | 0.33%  | 1.00%                  |
|                   | ASTRAZENECA FINANCE L  | 04636NAA1 | A          | A3           | Y              | \$451,170    | 0.34%  | 1.00%                  |
|                   | BANK NOVA SCOTIA B C   | 06418BAE8 | A-         | A2           | Y              | \$927,960    | 0.70%  | 1.00%                  |
|                   | BANK OF AMERICA CORP   | 06051GFX2 | A-         | A1           | Y              | \$479,625    | 0.36%  | 1.00%                  |
|                   | CANADIAN IMP BK COMM   | 13607HR61 | A-         | A2           | Y              | \$936,690    | 0.71%  | 1.00%                  |
|                   | CIGNA CORP             | 125523AG5 | A-         | BAA1         | Y              | \$486,750    | 0.37%  | 1.00%                  |
|                   | CITIGROUP INC          | 172967KNO | BBB+       | A3           | Y              | \$475,510    | 0.36%  | 1.00%                  |
|                   | COCA COLA CO THE       | 191216CL2 | A+         | A1           | Y              | \$483,245    | 0.37%  | 1.00%                  |
|                   | COMCAST CORP           | 20030NBW0 | A-         | A3           | Y              | \$918,170    | 0.70%  | 1.00%                  |
|                   | DEERE JOHN CAPITAL     | 24422EWR6 | A          | A2           | Y              | \$999,170    | 0.76%  | 1.00%                  |
|                   | DEUTSCHE BK AG N Y     | 25160PAM9 | A-         | A1           | Y              | \$983,300    | 0.75%  | 1.00%                  |
|                   | ESTEE LAUDER CO INC    | 29736RANO | A+         | A1           | Y              | \$476,875    | 0.36%  | 1.00%                  |
|                   | GOLDMAN SACHS GROUP I  | 38141GXJ8 | BBB+       | A2           | Y              | \$480,295    | 0.36%  | 1.00%                  |
|                   | HSBC HOLDINGS PLC      | 404280BB4 | A-         | A3           | Y              | \$952,900    | 0.72%  | 1.00%                  |
|                   | IBM CORP               | 459200AS0 | A-         | A3           | Y              | \$1,062,070  | 0.81%  | 1.00%                  |
|                   | INTEL CORP             | 458140CD0 | A          | A2           | Y              | \$997,100    | 0.76%  | 1.00%                  |
|                   | INTERCONTINENTAL EXCH  | 45866FAD6 | A-         | A3           | Y              | \$485,830    | 0.37%  | 1.00%                  |
|                   | MEAD JOHNSON NUTRITIO  | 582839AH9 | A-         | A3           | Y              | \$487,690    | 0.37%  | 1.00%                  |
|                   | MINITUBISHI UFJ FIN GR | 606822AJ3 | A-         | A1           | Y              | \$915,270    | 0.69%  | 1.00%                  |
|                   | MORGAN STANLEY         | 61746BDZ6 | A-         | A1           | Y              | \$482,655    | 0.37%  | 1.00%                  |
|                   | ORACLE CORP            | 68389XBL8 | BBB        | BAA2         | Y              | \$496,540    | 0.38%  | 1.00%                  |
|                   | ROYAL BK CDA           | 78016EZD2 | A          | A1           | Y              | \$946,340    | 0.72%  | 1.00%                  |
|                   | STRYKER CORP           | 863667AH4 | BBB+       | BAA1         | Y              | \$478,450    | 0.36%  | 1.00%                  |
|                   | SUMITOMO MITSUI FINL   | 86562MAY6 | A-         | A1           | Y              | \$922,670    | 0.70%  | 1.00%                  |
|                   | TORONTO DOMINION BANK  | 89115A2M3 | A          | A1           | Y              | \$993,350    | 0.75%  | 1.00%                  |
|                   | TOSCO CORP             | 891490AR5 | A-         | A2           | Y              | \$1,077,120  | 0.82%  | 1.00%                  |
|                   | TOYOTA MTR CR CORP FR  | 89236TKL8 | A+         | A1           | Y              | \$1,019,970  | 0.77%  | 1.00%                  |
|                   | UNITED PARCEL SERVICE  | 911312BT2 | A          | A2           | Y              | \$481,790    | 0.37%  | 1.00%                  |
|                   | UNITEDHEALTH GROUP IN  | 91324PDN9 | A+         | A3           | Y              | \$482,590    | 0.37%  | 1.00%                  |
|                   | WELLS FARGO COMPANY    | 94974BGL8 | BBB        | A3           | Y              | \$959,290    | 0.73%  | 1.00%                  |
| Municipal Bonds   | CONNECTICUT ST TXBL S  | 20772KGN3 | AA-        | AA3          | Y              | \$980,830    | 0.74%  | 1.00%                  |
|                   | HOUSTON TX REF SER B   | 4423315T7 | AA         | AA3          | Y              | \$976,010    | 0.74%  | 1.00%                  |
|                   | NEW YORK NY TXBL FISC  | 64966QCA6 | AA         | AA2          | Y              | \$963,860    | 0.73%  | 1.00%                  |
|                   | ONTARIO CA INTERNATIO  | 683042AJ4 | AA         | N/A          | Y              | \$475,035    | 0.36%  | 1.00%                  |
|                   | OREGON ST DEPT ADMINI  | 68607VT47 | AAA        | AA2          | Y              | \$490,285    | 0.37%  | 1.00%                  |
|                   | TULSA CNTY OKLA INDPT  | 899593MG9 | N/A        | AA2          | Y              | \$486,805    | 0.37%  | 1.00%                  |
| U.S. Treasuries   | U S TREASURY NOTE      | 91282CCJ8 | N/A        | AAA          | Y              | \$9,010,200  | 6.84%  | 100.00%                |
|                   |                        | 91282CEX5 | N/A        | AAA          | Y              | \$9,764,100  | 7.41%  | 100.00%                |
|                   |                        | 91282CHK0 | N/A        | N/A          | Y              | \$9,945,300  | 7.55%  | 100.00%                |
|                   |                        | 912828ZV5 | Null       | AAA          | Y              | \$8,621,900  | 6.55%  | 100.00%                |
|                   |                        | 912828ZW3 | N/A        | AAA          | Y              | \$9,132,800  | 6.93%  | 100.00%                |



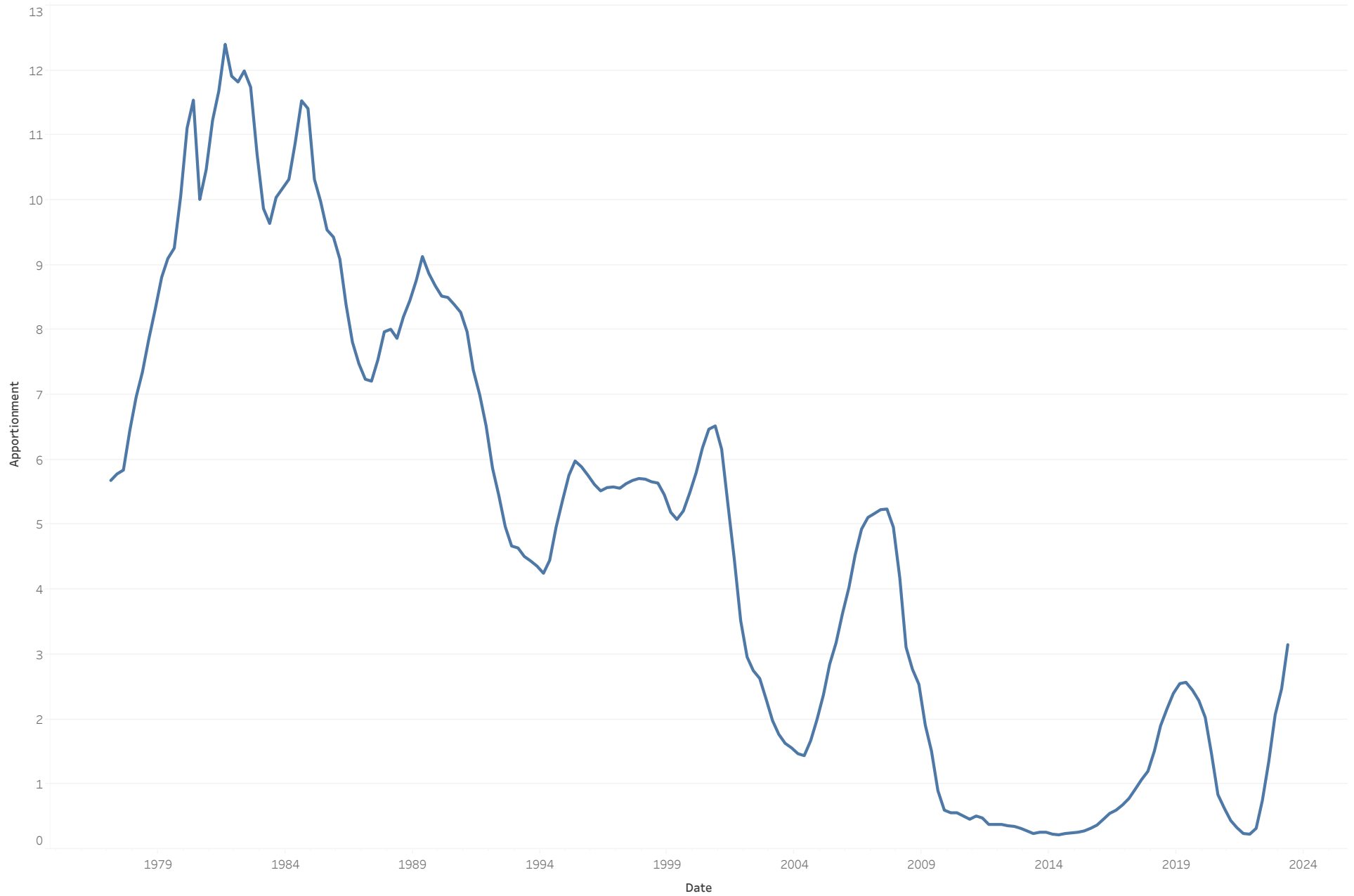
CITY OF  
EL SEGUNDO

# LAIF



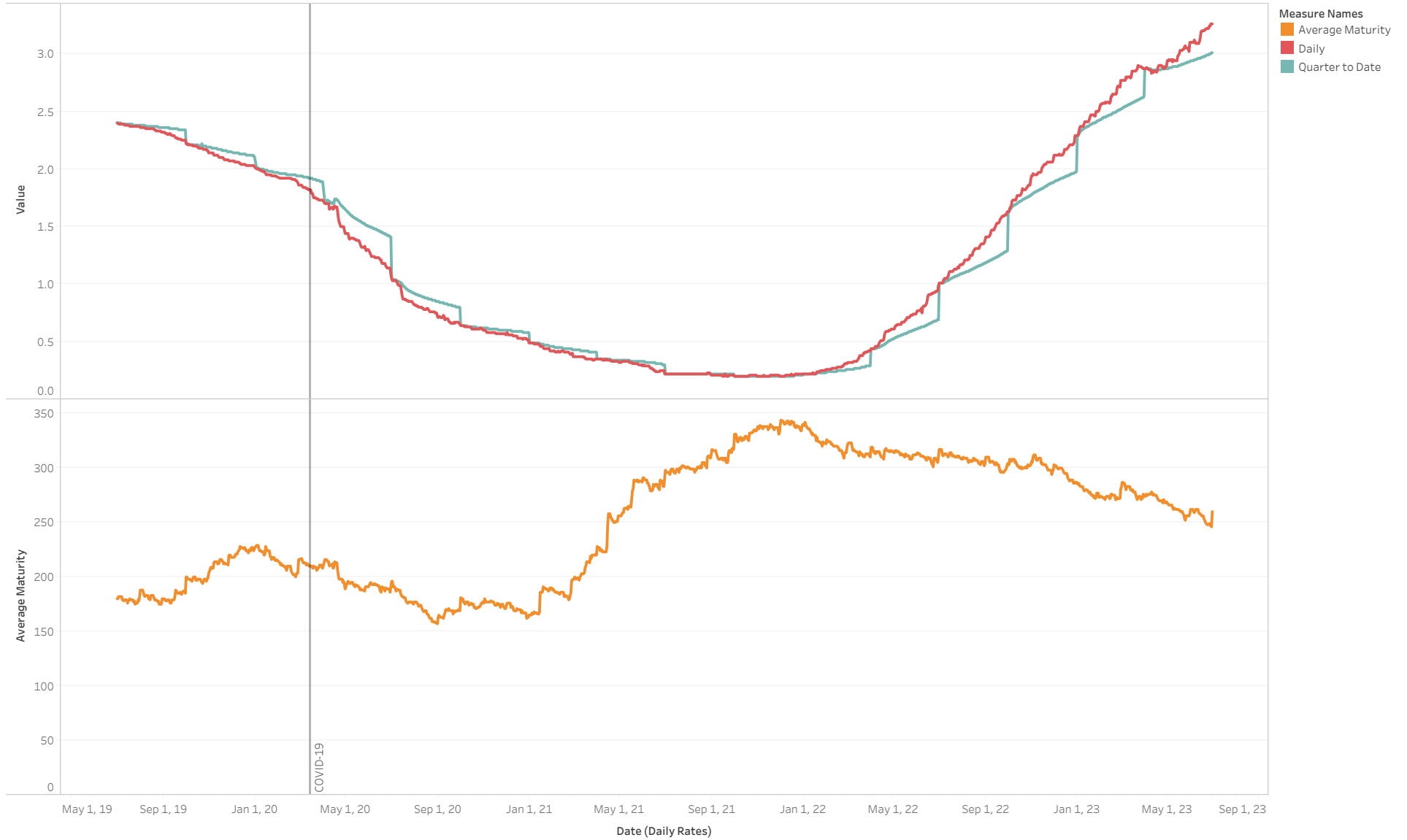
# LAIF Apportionment Rates

As of June 2023



# LAIF Diagnostics

As of June 2023



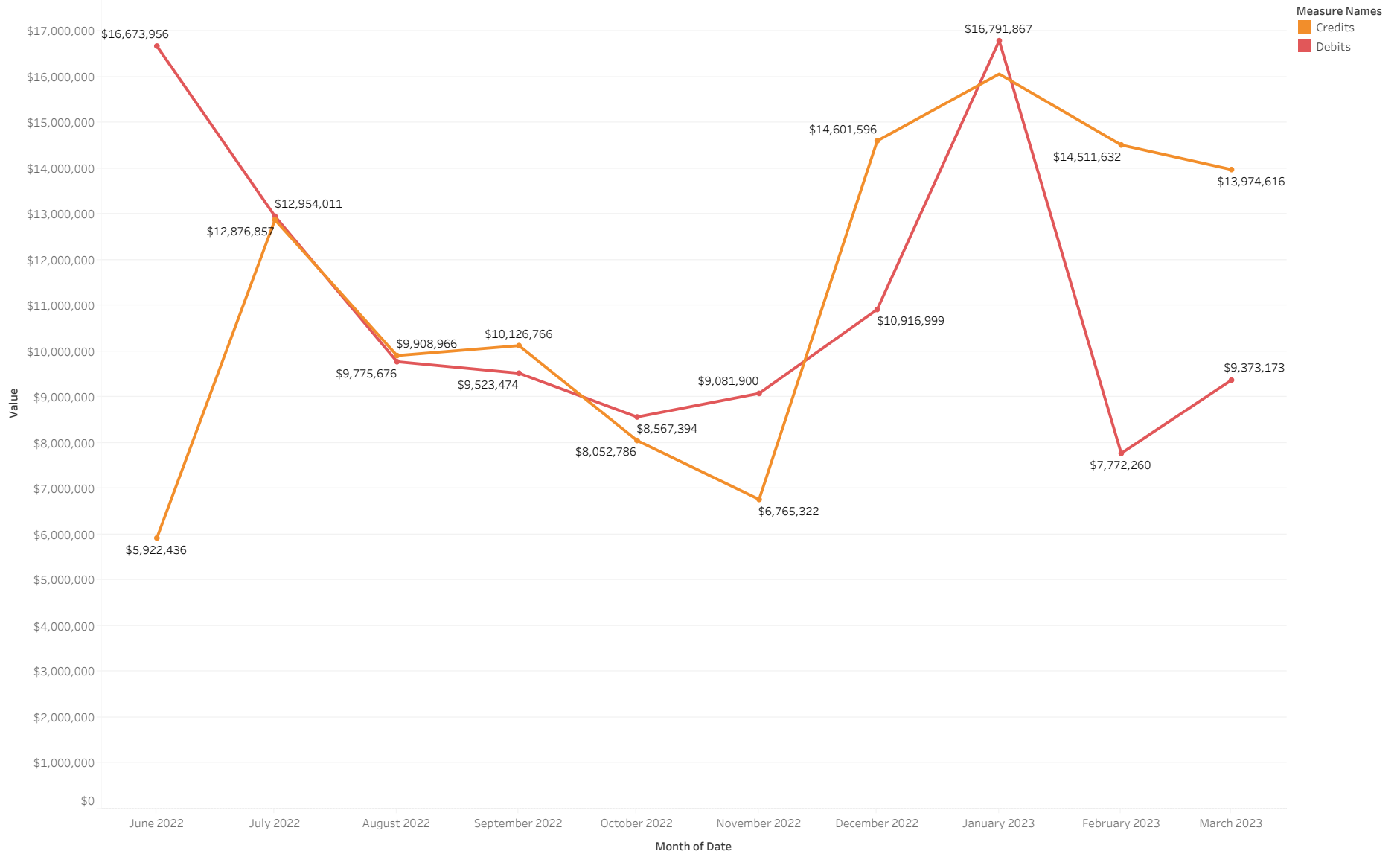


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# City Cash Flows

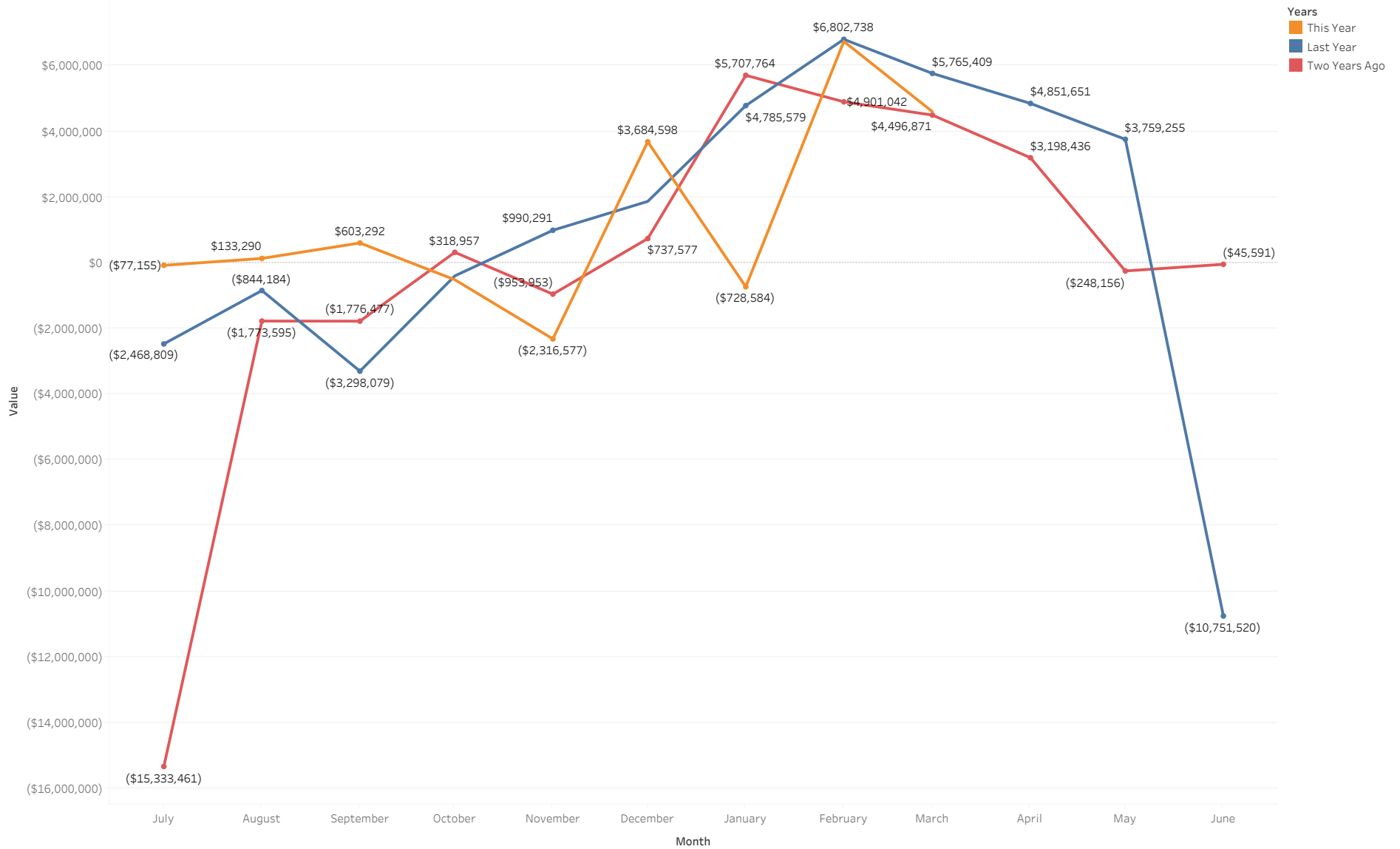
# Rolling 13-Month Cash Flow Analysis

As of June 2023



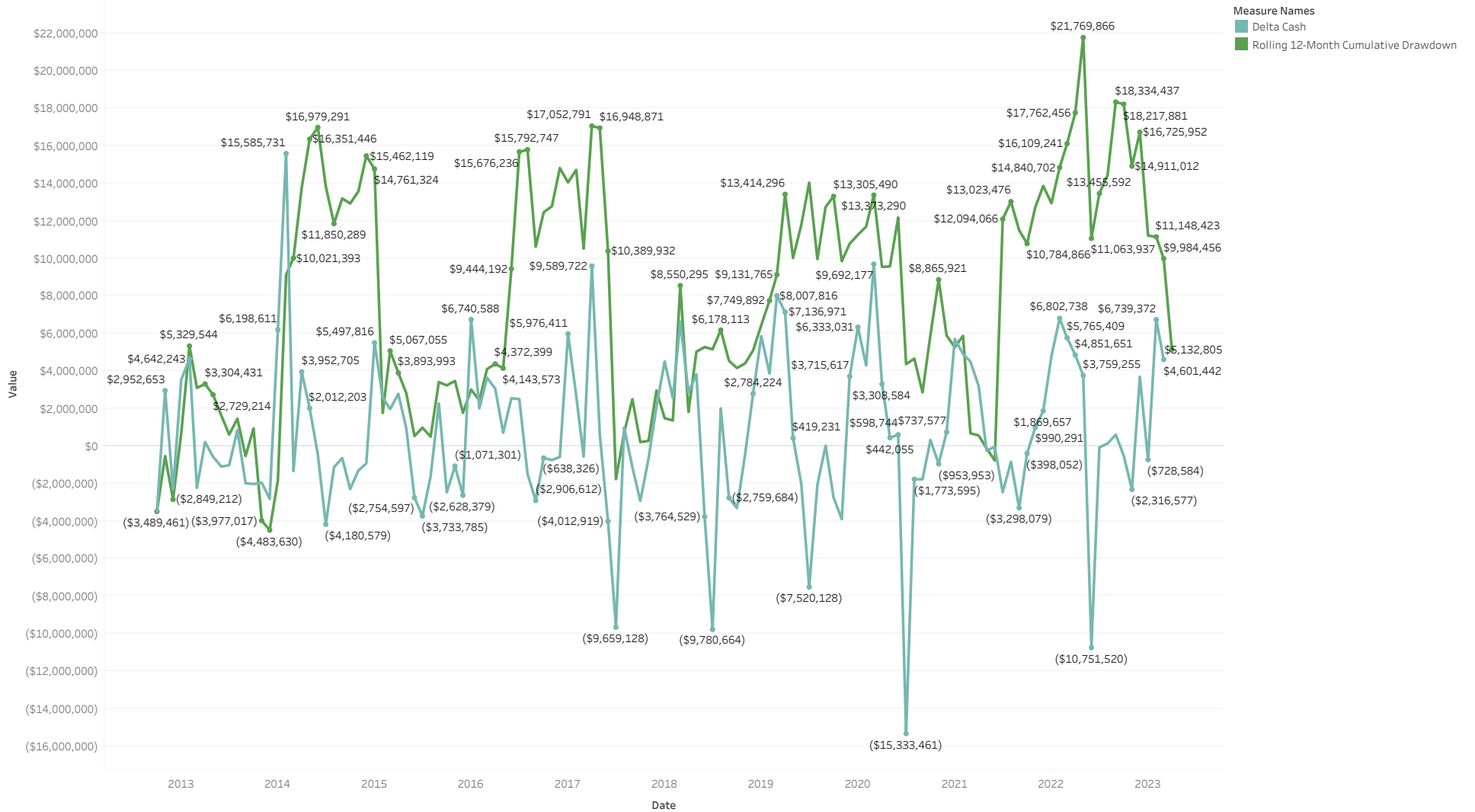
# Net Change in Cash by Year

As of June 2023



# Historic Drawdowns

As of June 2023



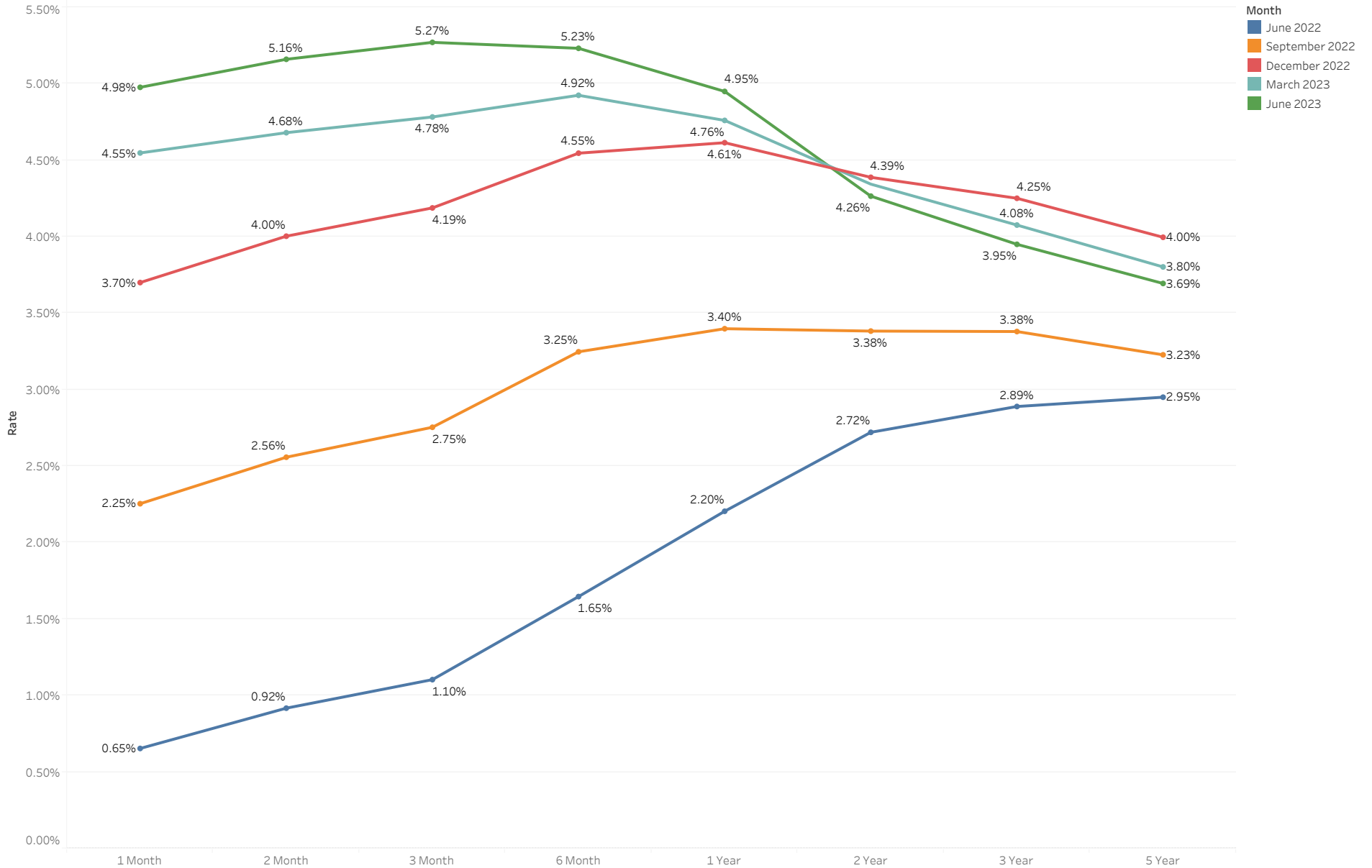


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# Economic Environment

# U.S. Treasury Yield Curve

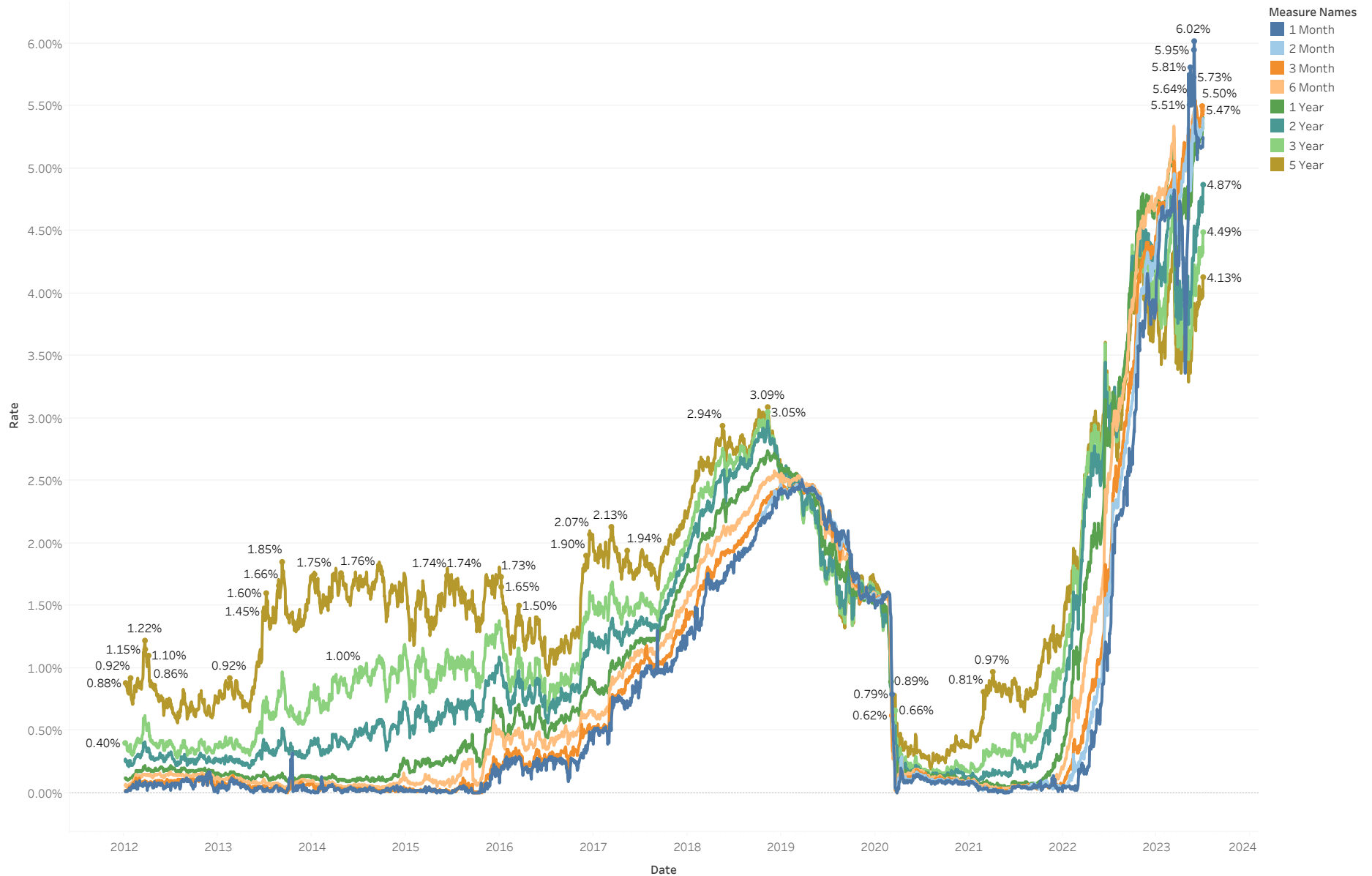
As of June 2023





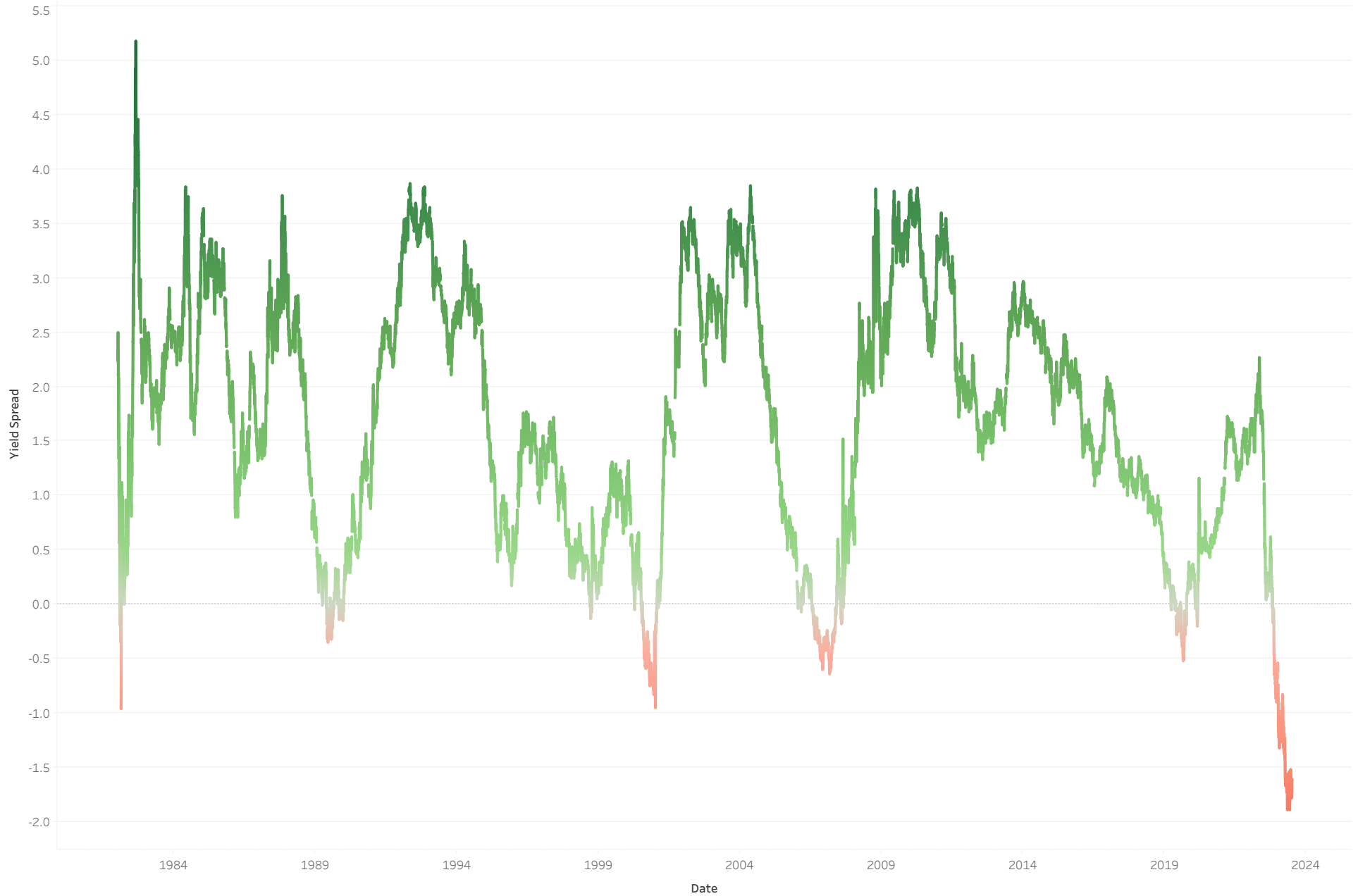
# U.S. Treasury Maturity Through Time

As of June 2023



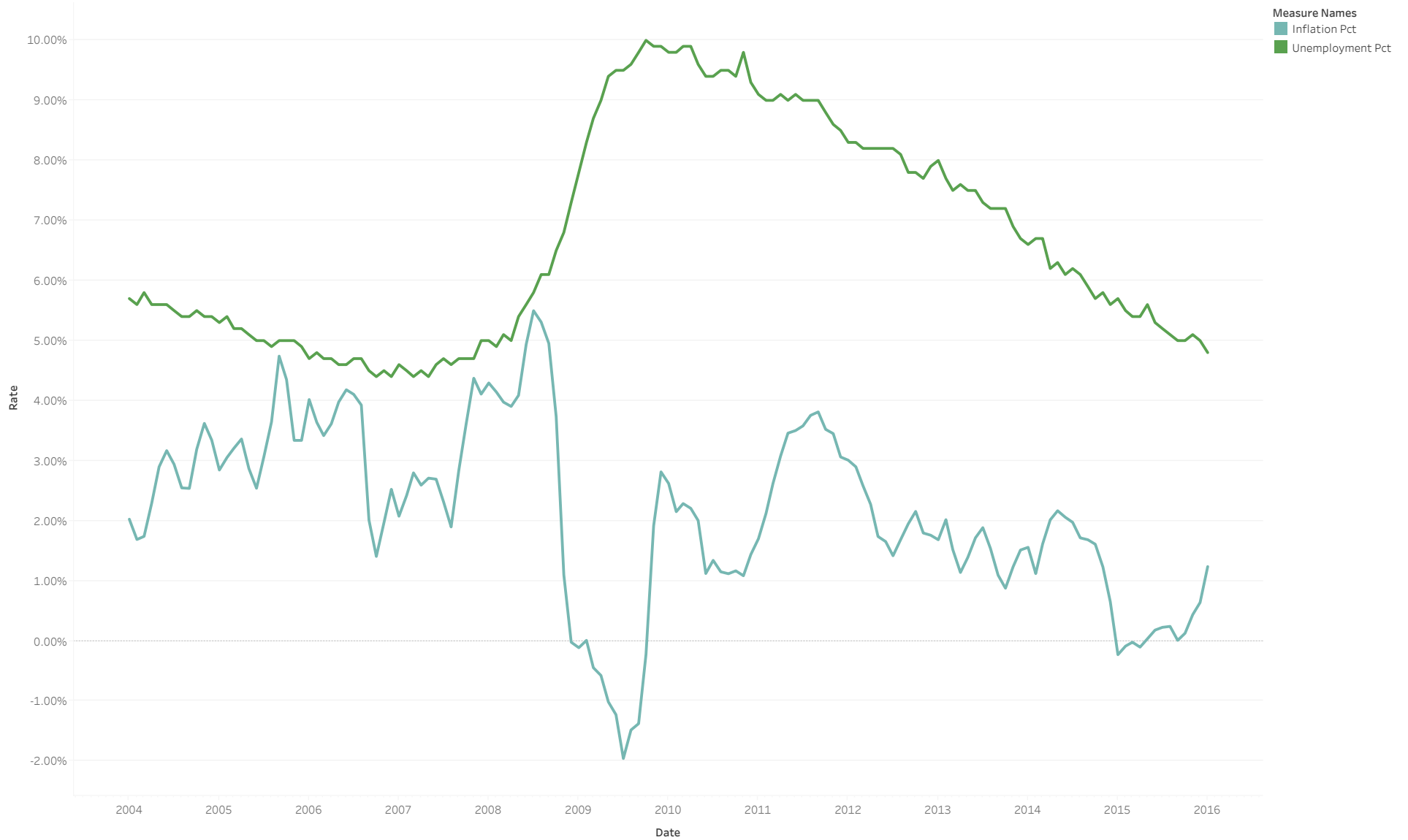
# 10-Year Minus 3-Month Treasury Yield Spread

As of June 2023



# Unemployment vs Inflation

As of June 2023



# 5-Year Breakeven Inflation Prediction

As of June 2023





CITY OF  
**EL SEGUNDO**

I certify that this report accurately reflects all pooled investments and it is in conformity with the investment policy as approved by the City Council on 10/1/22. A copy of this policy is available in the office of the City Clerk. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months estimated expenditures.

Sources for the valuations are as follows:

Federal Agency Issues, Treasury Securities and Miscellaneous Securities: Union Bank, the custodial agent for the City of El Segundo.

Detailed information on all purchase and sale transactions follows the Investment Portfolio Details section.

|   |           |
|---|-----------|
|  | 7/18/2023 |
|---|-----------|

Matthew Robinson, City Treasurer

Date