



**CITY OF SOUTH PASADENA
FINANCE COMMISSION**

**AGENDA
SPECIAL MEETING
THURSDAY, MAY 14, 2026, AT 6:30 p.m.
AMEDEE O. "DICK" RICHARDS JR. COUNCIL CHAMBERS
1424 MISSION STREET, SOUTH PASADENA, CA 91030**

South Pasadena Finance Commission Statement of Civility

As your appointed governing board, we will treat each other, members of the public, and city employees with patience, civility, and courtesy as a model of the same behavior we wish to reflect in South Pasadena for the conduct of all city business and community participation. The decisions made today will be for the benefit of the South Pasadena community and not for personal gain.

NOTICE ON PUBLIC PARTICIPATION & ACCESSIBILITY

The South Pasadena Finance Commission Meeting will be conducted in-person from the Amedee O. "Dick" Richards, Jr. Council Chambers, located at 1424 Mission Street, South Pasadena, CA 91030.

The Meeting will be available:

- In Person – Council Chambers, 1424 Mission Street, South Pasadena, CA 91030
- Via Zoom – Meeting ID: Webinar ID 818 4863 7794
- Written Public Comment – written comment must be submitted by 12:00 p.m. the day of the meeting by emailing to fcpubliccomment@southpasadenaca.gov

The meeting may be viewed at:

1. Go to the Zoom website, <https://zoom.us/join>, and enter the Zoom Meeting information; or
2. Click on the following unique Zoom meeting link:
<https://us06web.zoom.us/j/81848637794>
3. You may listen to the meeting by calling: +1-669-900-6833 and entering the Zoom Meeting ID (818 4863 7794).

CALL TO ORDER:

ROLL CALL:

Chair
Commissioner
Commissioner
Commissioner
Vice-Chair

Nevin Stanton-Trehan
Peter Giuliani Jr.
Y-Le Ho
Renee Rubin
Cynthia Quade

	Chair	Nevin Stanton-Trehan
COUNCIL LIAISON:	Councilmember	Janet Braun
ELECTED TREASURER:	City Treasurer	Zhen Tao

PUBLIC COMMENT GUIDELINES *(Public Comments are limited to 3 minutes)*

The City welcomes public input. Members of the public can comment on a non-agenda subject under the jurisdiction of the Commission or on an agenda item. You may participate in one of the following options:

Option 1:

Participate in-person at the Amedee O. “Dick” Richards, Jr. Council Chambers.

Option 2:

Public Comment speakers have three minutes to address the Commission; however, the Chair and Commission can adjust time allotted as needed. Participants will be able to “raise their hand” using the Zoom icon during the meeting, and they will have their microphone unmuted during the comment portions of the agenda to speak.

Option 3:

Email public comment(s) to fcpubliccomment@southpasadenaca.gov

Public Comments received in writing will not be read aloud at the meeting but will be part of the meeting record. Written public comments will be uploaded online for public viewing under Additional Documents. There is no word limit on emailed Public Comment(s). Please make sure to indicate:

1. Name (optional)
2. Agenda item you are submitting public comment on.
3. Submit by no later than 12:00 p.m., on the day of the Commission meeting.

PLEASE NOTE: The Chair may exercise the Chair's discretion, subject to the approval of the majority of the Commission, to adjust public comment(s) to less than three minutes.

NOTE: Pursuant to State law, the Commission may not discuss or take action on issues not on the meeting agenda, except that members of the Commission or staff may briefly respond to statements made or questions posed by persons exercising public testimony rights (Government Code Section 54954.2). Staff may be asked to follow up on such items.

PUBLIC COMMENT

1. PUBLIC COMMENT– GENERAL (NON-AGENDA ITEMS)

The General Public Comment will be limited to 30 minutes at the beginning of the agenda. If there are speakers remaining in the queue, they will be heard at the end of the meeting. Only Speakers who sign up in the first 30 minutes of public comment will be queued up to speak.

CONSENT CALENDAR OPPORTUNITY TO COMMENT ON CONSENT

Items listed under the Consent Calendar are considered routine in nature and will be enacted by motion unless a public comment has been received or a commissioner request otherwise, in which case the item will be removed for separate consideration.

- 2. RECEIVE AND FILE MINUTES FROM THE REGULAR MEETING ON APRIL 23, 2026
- 3. RECEIVE AND FILE THE TREASURER’S REPORT FOR THE MONTH ENDING MARCH 31, 2026
- 4. RECEIVE AND FILE THE MONTHLY BUDGET REPORT FOR THE MONTH ENDING MARCH 31, 2026

ACTION/DISCUSSION

- 5. RECEIVE A PRESENTATION OF THE PROPOSED BUDGET FY 2026-2027

COMMUNICATIONS

- 6. CITY COUNCIL LIAISON COMMUNICATIONS
- 7. STAFF LIAISON COMMUNICATIONS
- 8. COMMISSIONER COMMUNICATIONS

ADJOURNMENT

FOR YOUR INFORMATION

FUTURE CITY FINANCE COMMISSION MEETINGS

Wednesday, June 10, 2026	Joint Meeting w/ City Council	6:30 p.m.
Thursday, July 23, 2026	Regular Meeting	6:30 p.m.
Thursday, August 27, 2026	Regular Meeting	6:30 p.m.
Thursday, September 24, 2026	Regular Meeting	6:30 p.m.
Thursday, October 22, 2026	Regular Meeting	6:30 p.m.
Thursday, November 26, 2026	Holiday	6:30 p.m.
Thursday, December 10, 2026	Regular Meeting	6:30 p.m.

PUBLIC ACCESS TO AGENDA DOCUMENTS

Commission meeting agenda packets, any agenda-related documents, and additional documents are available online for public inspection on the City’s website:

<https://www.southpasadenaca.gov/Home>.

Meeting recordings will be available for public viewing after the meeting. Recordings will be uploaded to the City’s YouTube Channel no later than the next business day after the meeting. The City’s YouTube Channel may be accessed at:

https://www.youtube.com/channel/UCnR169ohzi1AlewD_6sfwDA/featured

ACCOMMODATIONS

The City of South Pasadena wishes to make all of its public meetings accessible to the public. If special assistance is needed to participate in this meeting, please contact the City Clerk's Division at (626) 403-7230 or CityClerk@southpasadenaca.gov. Upon request, this agenda will be made available in appropriate alternative formats to persons with disabilities. Notification at least 48 hours prior to the meeting will assist staff in assuring that reasonable arrangements can be made to provide accessibility to the meeting (28 CFR 35.102-35.104 ADA Title II).

CERTIFICATION OF POSTING

I declare under penalty of perjury that I posted this notice of agenda for the meeting to be held on Thursday, May 14, 2026, on the bulletin board in the courtyard of City Hall located at 1414 Mission Street, South Pasadena, CA 91030, and on the City website as required by law, on the date listed below.

/S/

Date

Tatiana Fernandez, Management Analyst



CITY OF SOUTH PASADENA
FINANCE DEPARTMENT
1414 MISSION STREET, SOUTH PASADENA, CA 91030
TEL: (626) 403-7250 • FAX: (626) 403-7313
WWW.SOUTHPASADENACA.GOV

Date: May 14, 2026
To: Finance Commission
From: Tatiana Fernandez, Management Analyst
Re: **RECEIVE AND FILE MINUTES FROM THE REGULAR MEETING ON
APRIL 23, 2026**

RECOMMENDATION

It is recommended that the commission approve the minutes of the Regular Finance Commission meeting held on April 23, 2026.

EXECUTIVE SUMMARY

Attached for the Finance Commission's consideration and approval are meeting minutes and are hereby included as attachments to this staff report.

BACKGROUND

The staff liaison or designee for the Finance Commission is responsible for producing meeting minutes for the Commission meetings.

ANALYSIS

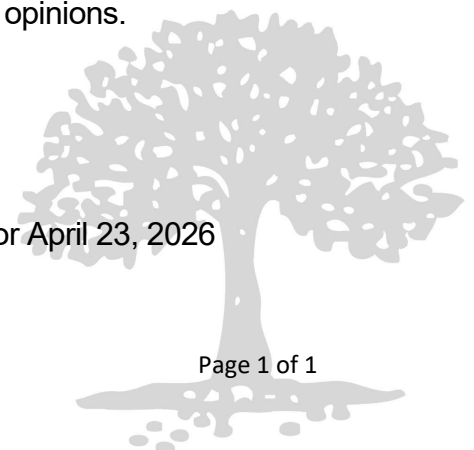
The staff liaison or designee prepares meeting minutes, which serve as the official written record of what actions the Finance Commission took at a particular meeting, such as motions, votes, and direction, without including the detailed discussion. The purpose of meeting minutes is to provide a clear and permanent record of the Commission's actions for the public, staff, and legal purposes. The Finance Commission adopts minutes from prior meetings to confirm that the record is accurate and complete. Even if a Commissioner was not present at the meeting, they may still vote to approve the minutes, since the minutes serve as the official record of the Commission as a whole, not of individual attendance or opinions.

FISCAL IMPACT

None

ATTACHMENT

Attachment No. 1 – Regular Finance Commission Meeting Minutes for April 23, 2026





**CITY OF SOUTH PASADENA
FINANCE COMMISSION**

**MINUTES
REGULAR MEETING
THURSDAY, APRIL 23, 2026**

CALL TO ORDER:

The Meeting of the South Pasadena Finance Commission was called to order by Chair Stanton-Trehan, on Thursday, April 23, 2026, at the Library Community Room, 1115 El Centro Street, South Pasadena.

ROLL CALL:

PRESENT

Chair	Nevin Stanton-Trehan
Vice-Chair	Cynthia Quade (Arrived at 6:40 p.m.)
Commissioner	Peter Giulioni
Commissioner	Y-Le Ho
Commissioner	Renee Rubin

DIGNITARIES AND CITY STAFF PRESENT:

Councilmember Janet Braun, Treasurer Zhen Tao, William Castrillon, Budget and Purchasing Manager, and Nick Kimball, Assistant City Manager/CFO, were present at Roll Call.

PUBLIC COMMENT

1. PUBLIC COMMENT- GENERAL (NON-AGENDA ITEMS)

In Person Comments: None

Zoom Comments: None

CONSENT CALENDAR OPPORTUNITY TO COMMENT ON CONSENT

Motion to approve Commissioner Giulioni, seconded by Commissioner Ho, to approve the consent. The motion was approved by the following vote:

AYES: Ho, Giulioni, Rubin, Stanton-Trehan
NOES: None
ABSENT: Quade

2. RECEIVE AND FILE MINUTES FROM SPECIAL MEETING ON MARCH 26, 2026

A motion was made to approve the recommendation on the Consent Calendar.

3. RECEIVE AND FILE THE TREASURER’S REPORT FOR THE MONTH ENDING FEBRUARY 28, 2026

A motion was made to approve the recommendation on the Consent Calendar.

4. RECEIVE AND FILE THE MONTHLY BUDGET REPORT FOR THE MONTH ENDING FEBRUARY 28, 2026

A motion was made to approve the recommendation on the Consent Calendar.

In Person Comments: None

Zoom Comments: None

ACTION/DISCUSSION

5. RECEIVE A PRESENTATION OF THE ANNUAL INVESTMENT REPORT FROM THE CITY’S INVESTMENT ADVISOR AND REVIEW OF THE INVESTMENT POLICY FOR FISCAL YEAR 2026-2027

Madison Thrane of Payden & Rygel presented the City's Annual Investment Report for the first quarter of 2026. As of March 31, 2026, the portfolio held a market value of approximately \$68 million with a yield to maturity of 4.1 percent, outperforming the benchmark yield of 3.85 percent. The six-month return was approximately 1.4 percent versus the benchmark's 1.3 percent, and the since-inception cumulative return of approximately 2.7 percent reflects 24 basis points of outperformance on an annualized basis. Payden noted that this information was created back in March, and data may have changed in the last three weeks.

In reviewing the U.S. macroeconomic outlook, the advisor projected growth to remain near trend, though with some modest softening tied to the Middle East conflict, elevated

oil prices, and energy-related pressures. Inflation pressures were noted mainly in goods sectors affected by tariffs, though goods compose only about 20 percent of overall inflation; services and housing, which account for roughly three-quarters of the index, are expected to cool further, easing overall inflation.

Finally, the baseline forecast anticipates two Federal Reserve rate cuts later in 2026, and the upcoming change in Fed Chair was described as unlikely to affect policy significantly, given the committee-driven nature of decision-making.

Commissioners asked whether the City's investment advisor relied on external managers or managed investments directly; the advisor confirmed that all investments are executed directly rather than through outside firms. The Commission questioned the timeliness of the data presented, noting it reflected conditions only through the end of the first quarter on March 31. In response, the presenter acknowledged that market developments had occurred since that date and highlighted the continued volatility affecting financial conditions. Payden maintained that despite energy price movements, their inflation expectations are to slow down, emphasizing the reduced sensitivity of the U.S. economy to oil due to a roughly 70 percent decline in national oil intensity since the 1960s.

For the second part of this section, staff presented four targeted amendments to the City's Investment Policy, which is reviewed annually per Government Code Section 53600 for FY 2026-2027. The City's investment priorities remain unchanged in order of precedence: safety of principal, liquidity, and return. Four targeted amendments were proposed, none of which alter the City's fundamental risk posture. First, a statutory update aligns the policy with SB 858, extending the maximum maturity for prime commercial paper from 270 to 397 days, providing modest additional yield flexibility. Second, a personnel correction updates references from Finance Director to Assistant City Manager/CFO to reflect the City's current organizational structure. Third, the language governing authorized financial institutions was revised to conform to the California Municipal Treasurers Association's (CMTA) model policy, establishing clearer standards for approved dealers. Fourth, a glossary of defined terms was added at CMTA's recommendation to ensure consistent interpretation by staff, auditors, and investment managers.

The Commission reviewed the amendments and supported their advancement to City Council for formal adoption.

In Person Comments: None

Zoom Comments: None

6. REVIEW AND PROVIDE FEEDBACK ON THE PROPOSED USER FEES AND CHARGES POLICY

Staff presented the proposed User Fees and Charges Policy, the first comprehensive cost-of-service study the City has conducted in many years. The policy is anticipated to be brought to the next City Council meeting.

The policy is intended as a framework with the purpose of setting recovery targets, service types, methodology, and guidance for staff. This will provide clarity on General Fund subsidies while aligning with state best practices.

City Council will approve specific dollar amounts in the accompanying Master Fee Schedule. General government and community-wide services are targeted at 0 to 25 percent recovery, with the remainder subsidized through the general fund. Regulatory and applicant-driven services, such as building permits and film production permits, are targeted at 90 to 100 percent recovery. Mixed-benefit services such as recreation programs fall in the middle range of approximately 50 to 75 percent. Staff noted that the Master Fee Schedule will present each fee's current amount, proposed amount, full cost, and recovery percentage.

In the upcoming Council meeting, the proposed updated User Fee and Master Fee schedules will be presented, and staff will present the following implementation options:

- Option 1 (Immediate): All fees adjusted to full recommended levels effective upon adoption.
- Option 2 (Two-Year Phase-In): Fees increasing more than 50% are implemented in two steps — 50% increase in Year One, the remainder in Year Two. Approximately 133 of 500+ fees would qualify.
- Option 3 (Three-Year Phase-In): Fees increasing by more than 130% are implemented over three years. Approximately 153 fees would qualify under this threshold.

The Commission's discussion reflected broad agreement that the full implementation of the updated user fees may not be appropriate. Most commissioners supported a two-year phase-in as a practical compromise that would improve cost recovery while limiting sudden increases for residents. There was a suggestion to propose a hybrid model, which increases above a dollar threshold (e.g., above \$500) would be phased in over two years, while smaller adjustments could take effect immediately. The Commission also considered tailoring phase-in periods by fee type, suggesting a longer timeline for resident-facing and recreation fees and a shorter, two-year phase-in for commercial development and planning fees. Commissioners noted that developers generally anticipate fee adjustments and can plan for them if given adequate notice, but they also

expressed concern that maintaining below-cost fees effectively subsidizes large development projects at the expense of residents.

Overall, the Commission emphasized the value of the new framework, viewing it as a meaningful improvement in transparency.

In Person Comments: None

Zoom Comments: None

7. DISCUSSION OF POOLED CASH AND INTEREST INCOME ALLOCATIONS

Staff presented an informational overview of the City's pooled cash structure, investment placement, and interest income allocation methodology. As of February 28, 2026, the total pooled cash stood at approximately \$110 million held across four accounts. The BMO operating account, holding approximately \$15.5 million, supports all daily transactions, including payroll, accounts payable, and incoming revenue. A separate BMO bond reserve account holds approximately \$200,000. The City's investment portfolio, managed by Payden & Rygel and held in custody at Zions Bank, was valued at approximately \$67 million. The remaining, approximately \$27 million, is held in the Local Agency Investment Fund (LAIF), the State's pooled investment vehicle, which serves as the City's primary short-term liquidity reserve and was yielding approximately 3.8 percent.

Staff explained the rationale for pooling cash across the City's 35 legally distinct funds. Consolidating balances into a small number of accounts simplifies reconciliation, enables access to higher-yielding investment instruments available only at a larger scale, and allows temporary surpluses in one fund to offset shortfalls in another — reducing the need for short-term borrowing. This practice is expressly authorized under Government Code Section 53635, which permits commingling of fund cash while each fund's individual equity position is tracked separately in the general ledger. Interest income is allocated to each fund monthly based on its proportional average daily cash balance, consistent with GASB Statement No. 31, which requires allocation of both realized interest and unrealized market gains and losses. The calculation is done by using bank statements from BMO, with reconciliations typically completed within approximately 45 days of the month-end.

The City maintains internal controls over pooled cash: the Treasurer files a monthly report covering bank balances and investment policy compliance; an independent external auditor reviews pooled cash, fund equity, and interest allocations annually; all investments must comply with the Council-adopted investment policy; and securities are held by Zions Bank as an independent custodian separate from the investment advisor. Commissioners affirmed that pooled cash management is standard municipal practice and expressed support for the City's approach. Staff noted that improved cash flow forecasting now

supports moving additional funds from the BMO operating account into higher-yielding investments, with large, anticipated obligations — such as CalPERS payments and insurance premiums — typically invoiced 30 to 45 days in advance. LAIF balances were confirmed to meet the City's reserve policy requirements given their same-day liquidity.

In Person Comments: None

Zoom Comments: None

8. RECEIVE AND FILE THE CAPITAL IMPROVEMENT PROGRAM QUARTERLY UPDATE

Michael Vartanians, Public Works Principal Engineer, presented the CIP Quarterly Update for FY 2025-2026. The total CIP budget for the fiscal year is approximately \$24 million, of which roughly \$17 million is dedicated to street-related projects. Staff noted that the creation of a dedicated CIP Division — whose sole focus is capital project delivery, separate from routine operations — has improved execution compared to prior years, when a historically low project completion rate was attributed in part to insufficient dedicated capacity.

Mr. Vartanians provided updates on projects completed, in progress, and upcoming. A few projects presented included the Fire Department bay door replacement and diesel exhaust system upgrade, Senior Center flooring, pocket parks, street improvement project, Police Department locker room remodel, crosswalks, and city sidewalk replacement.

The Commission discussed several operational and policy matters. Staff confirmed that funding for projects not completed in the current fiscal year carries forward to the following year, and noted that the CIP report format will be updated next cycle to display carryover amounts alongside new budget allocations for transparency.

Public Works discussed the plan of implementing an asset management software, which will eventually track the useful life and condition of an estimated 10,000 or more assets across the City's infrastructure and equipment inventory, enabling more proactive lifecycle planning.

Regarding emergency repairs, staff explained that true emergencies bypass standard procurement, with work authorized immediately, and reported to City Council after the fact. The general fund reserve and insurance recovery serve as financial backstops for large and unplanned expenditures. Commissioners noted that the City Manager's discretionary spending limit of \$30,000 may warrant revisiting, given current construction costs, and suggested this could be a future recommendation to City Council.

In Person Comments: None

Zoom Comments: None

COMMUNICATIONS

9. CITY COUNCIL LIAISON COMMUNICATIONS

Councilmember Braun announced the Art and Music Crawl on Saturday, April 25, 2026, 3:00–10:00 p.m.

10. STAFF LIAISON COMMUNICATIONS

Staff advised that the proposed budget was targeted for release on May 6, 2026, but noted it would likely not be ready until approximately May 13, 2026 — one day before the May 14, 2026, Finance Commission meeting. The Commission was advised that a presentation and overview should be provided.

11. COMMISSIONER COMMUNICATIONS

None

ADJOURNMENT

There being no further matters, Chair Stanton-Trehan adjourned the meeting at 8:40 PM to Thursday, April 23, 2026, at the Library Community Room.



CITY OF SOUTH PASADENA

1414 MISSION STREET, SOUTH PASADENA, CA 91030

TEL: (626) 403-7250 • FAX: (626) 403-7251

FINANCEDEPARTMENT@SOUTHPASADENACA.GOV

Date: May 14, 2026

To: Finance Commission and City Council

From: Nick Kimball, Assistant City Manager/CFO

Prepared by: Mark Siegfried, Accounting Manager/Controller

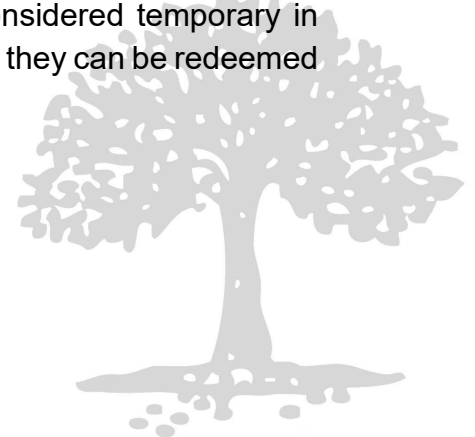
Re: Receive and File the Treasurer's Report for the Month Ending March 31, 2026

EXECUTIVE SUMMARY:

Attached is the Treasurer's Report for the month ending March 31, 2026. The report includes all the detailed information of the City, which are compliant with the City's Investment Policy.

FISCAL IMPACT:

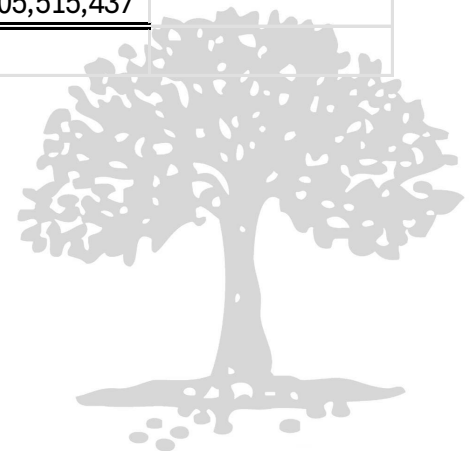
The City's expenditure requirements for the next six months are covered by anticipated revenues from City operations and liquidity from maturing investments. The difference between market value and cost as of March 31, 2026, will be reflected in the City's financial statements for Fiscal Year 2025-26 as an adjustment to interest income for each of the City's funds on a pro rata basis as required by Governmental Accounting Standards Board Statement Number 31. The change in market value is considered temporary in nature, as the City mostly holds its investments until maturity, when they can be redeemed at par value.



STAFF ANALYSIS:

Below is a summary of cash and investments as of March 31, 2026:

Account Type	Cost	Percentage of investment Portfolio	Market Value	In Compliance with Investment Policy
Bank Accounts				
BMO (Operating Account)	\$ 10,195,349		\$ 10,195,349	N/A
BNY Mellon (Bond Reserve)	840,931		840,931	N/A
Total Bank Accounts	11,036,280		11,036,280	
Investments				
Local Agency Investment Fund	27,088,372	28.64%	27,088,372	Yes
Money Market	598,143	0.63%	598,143	Yes
Corporate Bonds	16,561,660	17.51%	16,564,492	Yes
Municipal Bonds Taxable	3,148,671	3.33%	3,148,152	Yes
US Obligations	2,071,083	2.19%	2,080,901	Yes
US Treasury Notes & Bonds	31,479,870	33.28%	31,376,469	Yes
GNMA CMO REMIC	651,322	0.69%	641,028	Yes
Asset-Backed Securities	10,252,107	10.84%	10,236,960	Yes
Corp. Floating Rate	315,682	0.33%	321,489	Yes
Gov't Agency Mortgage Pool	684,844	0.72%	691,980	Yes
Government CMO	1,740,758	1.84%	1,731,171	Yes
Total Investments	94,592,514	100.00%	94,479,157	Yes
Total Cash and Investments	\$ 105,628,794		\$ 105,515,437	

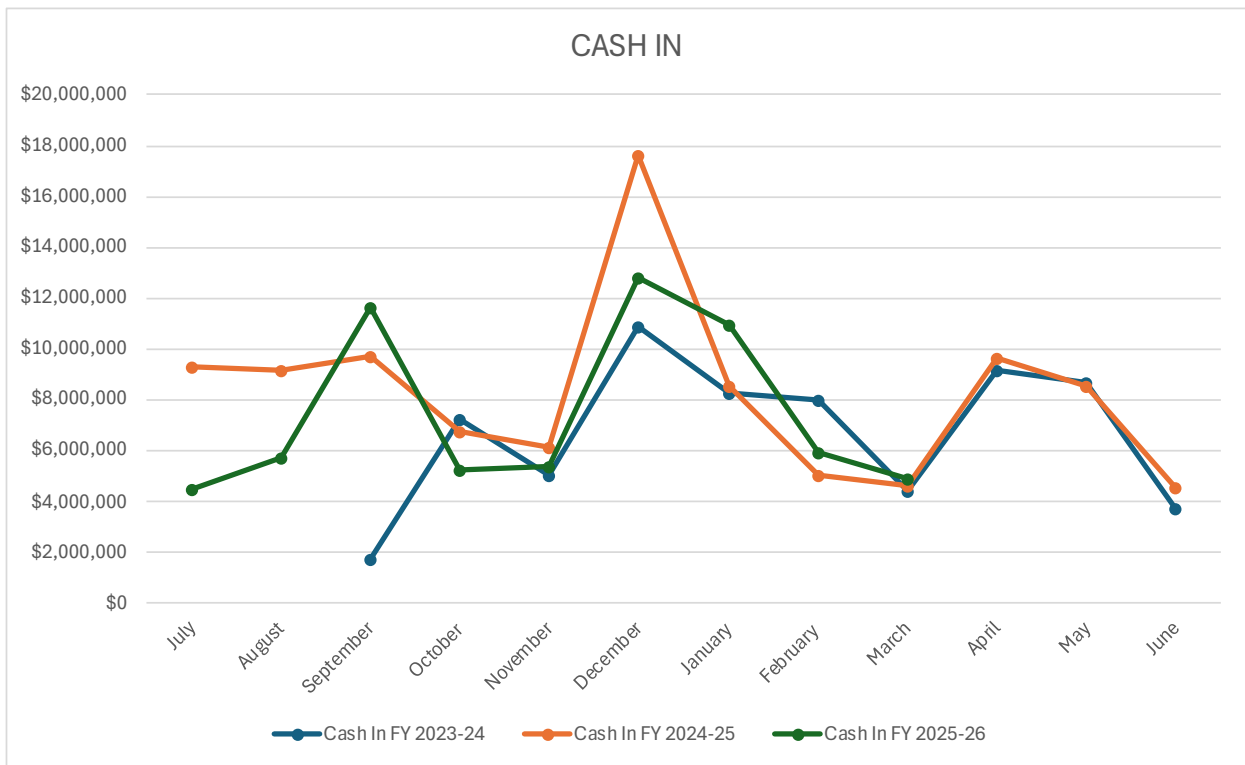


Below is a summary of revenues, expenditures and net cash flow during Fiscal Year 2025-26:

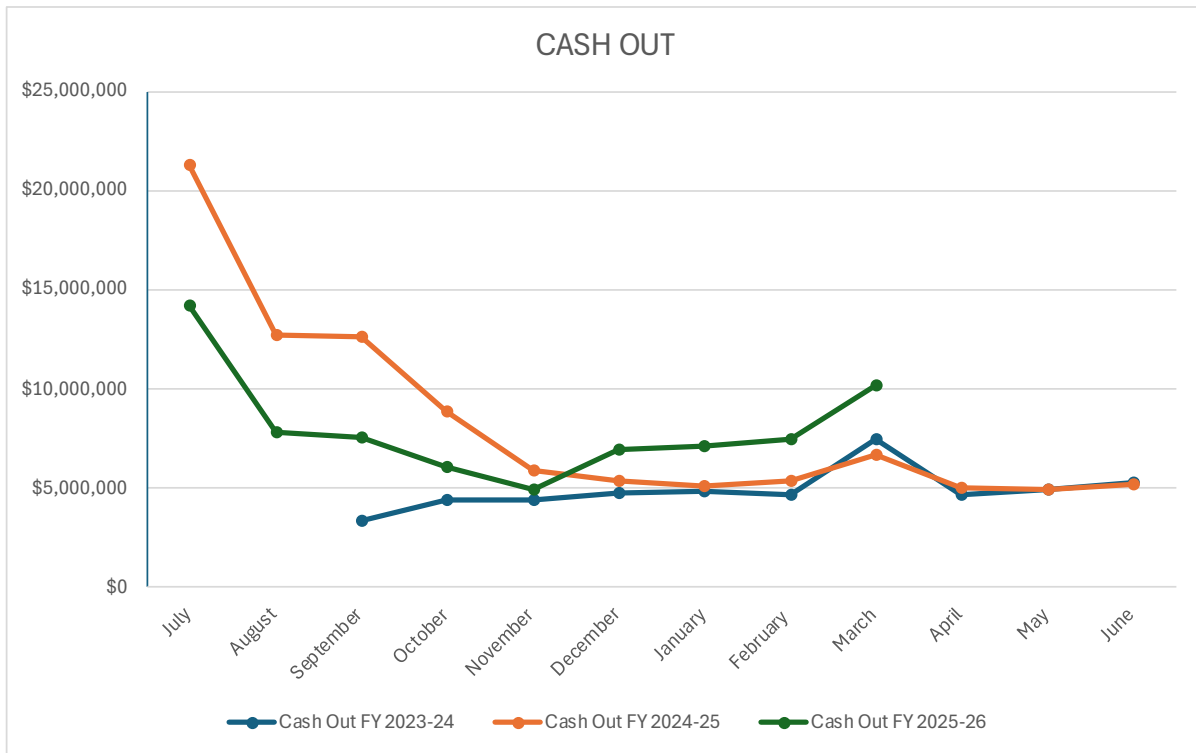
	Revenues (unaudited)	
	FY25-26	FY24-25
July	\$ 390,892	\$ 1,620,845
August	2,765,246	2,775,981
September	4,705,855	3,843,799
October	4,589,800	3,897,383
November	3,841,716	4,727,958
December	14,122,020	21,486,331
January	9,513,512	7,672,299
February	4,883,911	4,295,860
March	6,660,018	3,713,688
	Expenditures (unaudited)	
	FY25-26	FY24-25
July	\$ 8,373,083	\$ 7,645,811
August	4,762,976	4,783,899
September	6,341,874	6,767,913
October	5,095,166	3,775,587
November	4,566,666	3,590,151
December	5,621,258	8,175,123
January	6,446,421	5,480,207
February	6,560,199	4,683,345
March	12,911,072	4,638,892
	Net Cash Flow (unaudited)	
	FY25-26	FY24-25
July	\$ (7,982,191)	\$ (6,024,965)
August	(1,997,730)	(2,007,918)
September	(1,636,019)	(2,924,113)
October	(505,366)	121,796
November	(724,950)	1,137,807
December	8,500,762	13,311,208
January	3,067,091	2,192,093
February	(1,676,288)	(387,485)
March	(6,251,054)	(925,205)

*Decrease in Revenues in December 2025 compared to December 2024 is due to the sale of the Caltrans 710 Properties in December 2024 for \$6.8 million.





* LAIF transfer Ins and Outs have been removed from this chart



* LAIF transfer Ins and Outs have been removed from this chart

RECOMMENDATION:

The Finance Commission and City Council accept the Treasurer's Report for the month ending March 31, 2026, for information purposes only.



Exhibit A
City of South Pasadena
INVESTMENT REPORT
March 31, 2026

Investment Balances at Month End

INSTITUTION NAME	MATURITY DATE	YIELD ¹	PERCENT OF PORTFOLIO	COST	CURRENT MARKET VALUE *
LOCAL AGENCY INVESTMENT FUND:					
LAIF City	ON DEMAND	3.826%	28.64%	27,088,372	27,088,372
SUBTOTAL			28.64%	\$ 27,088,372	\$ 27,088,372
ZIONS BANK					
Money Market	See Exhibit B-1	3.280%	0.63%	598,143	598,143
Corporate Bonds	See Exhibit B-1	4.476%	17.51%	16,561,660	16,564,492
Municipal Bonds Taxable	See Exhibit B-1	3.721%	3.33%	3,148,671	3,148,152
U.S. Obligations	See Exhibit B-1	3.980%	2.19%	2,071,083	2,080,901
U.S. Treasury Notes & Bonds	See Exhibit B-1	3.740%	33.28%	31,479,870	31,376,469
'GNMA CMO REMIC	See Exhibit B-1	4.100%	0.69%	651,322	641,028
Asset-Backed Securities	See Exhibit B-1	4.603%	10.84%	10,252,107	10,236,960
Corp Floating Rate	See Exhibit B-1	3.630%	0.33%	315,682	321,489
Government Agency Mortgage Pool	See Exhibit B-1	4.000%	0.72%	684,844	691,980
Government CMO	See Exhibit B-1	4.104%	1.84%	1,740,758	1,731,171
SUBTOTAL			71.36%	67,504,141	67,390,785
TOTAL INVESTMENTS			100.00%	94,592,514	94,479,157

BANK ACCOUNTS:

BMO (formerly Bank of the West) Accounts Balance	\$ 10,195,349
BNY Mellon Uninvested Cash Balance ²	\$ 840,931

Footnotes:

¹ Yield on LAIF and Zions Money Market is based on Current Yield. Yield on investments held at Zions Bank is based on Yield to Worst (YTW).

² The BNY Mellon Uninvested Cash Balance is information-only as it is funds intended for 2016 Water Revenue Bond.

Required Disclosures:

Average weighted maturity of the portfolio at Zions Bank	<u>1,095</u> DAYS
Average weighted maturity of the portfolio at LAIF	<u>261</u> DAYS
Average weighted total yield of the portfolio	<u>3.970%</u>
Projected Expenditures for the next 6 months:	
Projected with Average of Year to Date Expense: \$	41,714,907 ***
Projected with FY 2025-26 Adopted Budget: \$	43,029,257

* Current market valuation is required for investments with maturities of more than twelve months.

**Differences between projected average and projected adopted is partly due to unspent CIP funds

*** 12-month CPI (All items - old base in Los Angeles-Long Beach-Anaheim, CA, all urban consumers, not seasonally adjusted) rate from March 2026

In compliance with the California Government Code Section 53646, as the City Treasurer of the City of South Pasadena, based on the information provided I hereby identify that the City is able to meet its expenditure requirements for the next six months and that all investments are in compliance to the City's Statement of Investment Policy.

I also certify that this report reflects all Government Agency pooled investments and all City's bank balances.

DRAFT

Zhen Tao, City Treasurer

Date

Exhibit B-1

City of South Pasadena

Investments held at Zions Bank (managed by Payden & Rygel beginning June 1, 2025)

March 31, 2026

Issuer	CUSIP	Par Value	Coupon		Maturity Date	Price per Stmt	Cost	Market Value	Yield
			Rate						or
									YTW ¹
Money Market									
Fidelity Gov Port III FCGXX	316175603	598,143	3.283%		N/A	100.00%	598,143	598,143	3.28%
Subtotal Corporate Bonds		598,143					598,143	598,143	3.28%
Corporate Bonds (30/360)									
Fifth Third Bk Cincinnati S	31677QBU2	650,000	4.967%		01/28/2028	100.32%	654,394	652,088	4.95%
Huntington National Bank MA	44644MAK7	300,000	4.871%		04/12/2028	100.33%	301,917	301,003	4.85%
Truist Finl Corp	89788MAG7	650,000	4.123%		06/06/2028	99.56%	647,160	647,172	4.14%
Morgan Stanley Private Bk NA	61776NVE0	250,000	4.466%		07/06/2028	100.00%	250,000	250,001	4.47%
John Deere Capital Corp	24422EXB0	260,000	4.950%		07/14/2028	101.90%	262,285	264,947	4.86%
Truist Bk	89788JAF6	250,000	4.420%		07/24/2028	99.99%	250,000	249,971	4.42%
Toyota Mtr Cr Corp	89236TNR2	340,000	4.050%		09/05/2028	99.68%	339,582	338,924	4.06%
Southern Co Gas Cap	8426EPAJ7	110,000	4.050%		09/15/2028	99.29%	109,878	109,214	4.08%
Georgia Pwr Co	373334LC3	205,000	4.000%		10/01/2028	99.42%	204,895	203,807	4.02%
Abbvie Inc	00287YBF5	525,000	4.250%		11/14/2028	100.28%	518,208	526,484	4.24%
Caterpillar Finl Svcs	14913UBD1	335,000	3.950%		11/14/2028	99.52%	334,822	333,399	3.97%
Amphenol Corp	032095AX9	160,000	3.900%		11/15/2028	99.26%	159,827	158,809	3.93%
Amazon Com Inc	023135CS3	330,000	3.900%		11/20/2028	99.59%	329,927	328,651	3.92%
American Honda Fin Corp	02665WGR6	60,000	4.150%		01/08/2029	98.79%	59,995	59,277	4.20%
Alphabet Inc	02079KBJ5	235,000	3.700%		02/15/2029	99.14%	234,147	232,975	3.73%
Waste Mgmt Inc Del	94106LBV0	620,000	4.875%		02/15/2029	101.68%	624,310	630,407	4.79%
Eaton Corp Ohio*	278058DW9	200,000	3.950%		03/06/2029	99.01%	199,832	198,012	3.99%
Baker Hughes Hldgs LLC*	05724BAL3	80,000	4.050%		03/11/2029	99.48%	79,966	79,584	4.07%
Amazon Com Inc*	023135DC7	345,000	4.000%		03/13/2029	99.46%	344,962	343,139	4.02%
MARSH SR GLBL NT 29	571748BG6	629,000	4.375%		03/15/2029	100.22%	615,936	630,391	4.37%
Salesforce Inc*	79466LAR5	350,000	4.650%		03/15/2029	100.16%	349,923	350,572	4.64%
Morgan Stanley	61747YFY6	700,000	4.994%		04/12/2029	100.91%	708,904	706,385	4.95%
Goldman Sachs Group Inc	38141GWV2	700,000	3.814%		04/23/2029	98.66%	688,114	690,605	3.87%
Jpmorgan Chase & Co	46647PAR7	645,000	4.005%		04/23/2029	99.21%	637,701	639,873	4.04%
Wells Fargo & Co	95000U3T8	700,000	4.970%		04/23/2029	100.87%	709,128	706,082	4.93%
American Express Co	025816CW7	650,000	4.050%		05/03/2029	99.66%	636,597	647,778	4.06%
PNC Finl Svcs Group Inc	693475BR5	300,000	5.582%		06/12/2029	102.43%	309,705	307,283	5.45%
American Express Co	025816EJ4	265,000	4.351%		07/20/2029	99.93%	265,000	264,807	4.35%
Citibank NA	17325FBK3	655,000	4.838%		08/06/2029	101.32%	668,768	663,654	4.77%
Chubb Ina Hldgs Inc	171239AL0	300,000	4.650%		08/15/2029	101.10%	301,395	303,312	4.60%
Bank America Corp	06051GLS6	769,000	5.819%		09/15/2029	103.18%	791,670	793,423	5.64%
Wells Fargo & Co	95000U4A8	275,000	4.078%		09/15/2029	98.88%	275,000	271,926	4.12%
Goldman Sachs Group Inc	38141GD27	300,000	4.153%		10/21/2029	99.06%	300,000	297,185	4.19%
Gilead Sciences Inc	375558CB7	425,000	4.800%		11/15/2029	101.85%	428,124	432,859	4.71%
Bank New York Mellon Corp	06406RCG0	100,000	4.026%		01/22/2030	98.95%	100,000	98,954	4.07%
Bank New York Mellon Corp	06406RBV8	650,000	4.975%		03/14/2030	101.67%	662,825	660,867	4.89%
Home Depot Inc	437076DJ8	385,000	3.950%		09/15/2030	98.70%	383,618	379,984	4.00%
Novartis Capital Corp	66989HAY4	420,000	4.100%		11/05/2030	98.73%	418,740	414,680	4.15%
Pfizer Inc	717081FD0	280,000	4.200%		11/15/2030	99.30%	279,779	278,053	4.23%
AvalonBay Cmnty Inc	053484AH4	335,000	4.350%		12/01/2030	98.91%	334,853	331,332	4.40%
John Deere Capital Corporat*	24422EYL7	350,000	4.200%		03/10/2031	99.05%	349,923	346,691	4.24%
Airbnb Inc*	009066AD3	100,000	4.650%		03/16/2031	99.80%	99,894	99,799	4.66%
Progressive Corp*	743315BC6	340,000	4.600%		03/26/2031	100.04%	339,956	340,134	4.60%
Subtotal Corporate Bonds		16,528,000					16,561,660	16,564,492	4.48%

Issuer	CUSIP	Par Value	Coupon		Price per Stmt	Cost	Market Value	Yield
			Rate	Maturity Date				or YTW ¹
Municipal Bonds Taxable								
<i>Riverside Cnty CA*</i>	76913CBC2	615,000	3.070%	02/15/2028	98.18%	605,722	603,837	3.13%
<i>Los Angeles CA Cmnty Colleg*</i>	54438CYM8	550,000	1.606%	08/01/2028	95.70%	525,349	526,343	1.68%
<i>Massachusetts St Spl Oblig*</i>	576004HE8	650,000	3.769%	07/15/2029	99.22%	647,413	644,934	3.80%
Los Angeles CA Uni Sch	544647LC2	700,000	4.347%	10/01/2029	100.87%	700,000	706,065	4.31%
<i>Rancho CA Wtr Dist Fing Auth*</i>	752111HE7	400,000	5.125%	08/01/2030	102.22%	408,620	408,896	5.01%
San Francisco CA City & Cnty	79768HAJ7	250,000	5.600%	10/01/2030	103.23%	261,568	258,077	5.42%
Subtotal Municipal Bonds Taxable		3,165,000				3,148,671	3,148,152	3.72%
U.S. Obligations								
Federal Home Loan Banks	3130AWC24	1,875,000	4.000%	06/09/2028	100.35%	1,871,897	1,881,526	3.99%
Tennessee Valley Auth Fed Be	880591FE7	200,000	3.875%	08/01/2030	99.69%	199,186	199,375	3.89%
Subtotal U.S. Obligations		2,075,000				2,071,083	2,080,901	3.98%
U.S. Treasury Notes & Bonds								
U S Treasury Notes	91282CGH8	3,062,000	3.500%	01/31/2028	99.42%	3,027,332	3,044,298	3.52%
<i>United States Treas Nts*</i>	91282CQB0	680,000	3.375%	02/29/2028	99.20%	675,352	674,581	3.40%
U S Treasury Notes	91282CHQ7	1,947,000	4.125%	07/31/2028	100.68%	1,969,056	1,960,234	4.10%
U S Treasury Notes	91282CPK1	675,000	3.500%	11/15/2028	99.18%	675,229	669,463	3.53%
U S Treasury Notes	91282CPP0	1,520,000	3.500%	12/15/2028	99.16%	1,519,466	1,507,294	3.53%
U S Treasury Notes	91282CJR3	3,002,000	3.750%	12/31/2028	99.79%	2,961,057	2,995,785	3.76%
United States Treas Nts	91282CPT2	100,000	3.500%	01/15/2029	99.14%	99,734	99,141	3.53%
<i>United States Treas Nts*</i>	91282CQA2	2,395,000	3.500%	02/15/2029	99.12%	2,402,671	2,373,857	3.53%
U S Treasury Nts	91282CKX8	991,000	4.250%	06/30/2029	101.21%	994,020	1,003,000	4.20%
U S Treasury Notes	91282CGQ8	1,300,000	4.000%	02/28/2030	100.38%	1,301,828	1,304,977	3.98%
U S Treasury Notes	91282CMZ1	2,250,000	3.875%	04/30/2030	99.90%	2,248,769	2,247,715	3.88%
United States Treas Nts	91282CNK3	2,130,000	3.875%	06/30/2030	99.86%	2,131,307	2,126,921	3.88%
U S Treasury Notes	91282CNN7	2,465,000	3.875%	07/31/2030	99.84%	2,467,938	2,461,148	3.88%
United States Treas Nts	91282CPA3	2,255,000	3.625%	09/30/2030	98.77%	2,245,387	2,227,253	3.67%
U S Treasury Notes	91282CPN5	1,520,000	3.500%	11/30/2030	98.17%	1,513,291	1,492,153	3.57%
U S Treasury Notes	91282CPW5	3,205,000	3.750%	01/31/2031	99.16%	3,198,394	3,178,208	3.78%
<i>United States Treas Nts*</i>	91282CQD6	2,050,000	3.500%	02/28/2031	98.07%	2,049,039	2,010,441	3.57%
Subtotal Treasury Notes & Bonds		31,547,000				31,479,870	31,376,469	3.74%

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Price per Stmnt	Cost	Market Value	Yield or YTW ¹
GNMA CMO REMIC								
Fhlmc Remic Series 5607	3137HNZL5	656,865	4.000%	05/15/2030	97.59%	651,322	641,028	4.10%
Subtotal GNMA CMO REMIC		656,865				651,322	641,028	4.10%
Asset-Backed Securities								
Ford Credit Auto Lease Tr	34533MAD8	700,000	4.230%	12/15/2028	100.22%	699,914	701,568	4.22%
Ford Credit Auto	344940AE1	700,000	5.490%	05/15/2029	101.73%	715,559	712,089	5.40%
Gm Financial Consumer 2024-1	36268GAE5	700,000	4.860%	06/18/2029	100.92%	707,109	706,419	4.82%
Santander Drive Auto 2025-2	80287NAC9	650,000	4.670%	08/15/2029	100.33%	652,996	652,152	4.65%
Santander Drive Auto Rcvbl	80288JAC7	650,000	4.380%	01/15/2030	100.15%	649,909	650,962	4.37%
Honda Auto Rec Own Tr 2023-4	438123AD3	430,000	5.660%	02/21/2030	101.40%	438,902	436,016	5.58%
Honda Auto Receiv Owner 202	43813QAD1	650,000	4.040%	02/21/2030	99.72%	649,986	648,161	4.05%
Carmax Auto Owner Tr 2025-2	14320AAD3	600,000	4.480%	03/15/2030	100.47%	603,680	602,832	4.46%
World Omni Auto Rec Tr 2025	98164YAD3	655,000	4.730%	03/15/2030	100.70%	660,936	659,585	4.70%
Ford Credit Floorpl 2025-1	34529BAA4	600,000	4.630%	04/15/2030	100.65%	604,875	603,870	4.60%
Gm Financial Consumer 2025-2	362549AD9	600,000	4.280%	04/16/2030	100.19%	601,266	601,116	4.27%
Volkswagen Auto Loan	92867YAE4	700,000	5.570%	04/22/2030	101.74%	717,309	712,187	5.47%
Volkswagen Auto Lease 2025-b	92868BAE3	500,000	4.440%	05/20/2030	100.09%	499,961	500,435	4.44%
Carmax Auto Owner Trust 202	14290FAD8	650,000	4.530%	07/15/2030	100.22%	649,866	651,456	4.52%
Chase Issuance Tr 2025-1	161571HZ0	500,000	4.160%	07/15/2030	100.31%	499,990	501,561	4.15%
<i>Carvana Auto Receiv Tr 2026P1</i>	<i>14689FAC9</i>	<i>500,000</i>	<i>4.260%</i>	<i>02/10/2031</i>	<i>99.57%</i>	<i>499,893</i>	<i>497,860</i>	<i>4.28%</i>
Ford Cr Auto Owner Tr 2025-b	34532BAG6	400,000	3.910%	07/15/2031	99.67%	399,957	398,692	3.92%
Subtotal Asset-Backed Securities		10,185,000				10,252,107	10,236,960	4.60%
Corp Floating Rate (Act/360)								
Bank of America Corp	06051GGR4	325,000	3.593%	07/21/2028	98.92%	315,682	321,489	3.63%
Subtotal Corp Floating Rate		325,000				315,682	321,489	3.63%
Government Agency Mortgage Pool								
<i>FHLMC Strip SMBS 427 Tr*</i>	<i>3133Q3QF1</i>	<i>691,980</i>	<i>4.000%</i>	<i>03/25/2031</i>	<i>100.00%</i>	<i>684,844</i>	<i>691,980</i>	<i>4.00%</i>
Subtotal Corp Floating Rate		691,980				684,844	691,980	4.00%
Government CMO								
FHLMC REMI Series K-085	3137FK4M5	265,000	4.060%	10/25/2028	99.75%	264,990	264,338	4.07%
FHLMC REMIC Series K-084	3137FJZ93	500,000	3.780%	10/25/2028	99.10%	496,094	495,525	3.81%
Fhma Remic Trust 2019-m6	3136B4KJ6	53,657	3.450%	01/25/2029	99.36%	52,794	53,314	3.47%
<i>Fhlmc Remic Series 5616*</i>	<i>3137HPM75</i>	<i>927,707</i>	<i>4.250%</i>	<i>01/15/2031</i>	<i>98.95%</i>	<i>926,881</i>	<i>917,994</i>	<i>4.29%</i>
Subtotal Government CMO		1,746,365				1,740,758	1,731,171	4.10%
Grand Total		67,518,352				67,504,141	67,390,785	4.07%

* Any new investments are italicized and marked with an asterisk to the right.

Market Adj.	113,357
Estimated Income	<u>2,742,138</u>

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Price per Stmnt	Cost	Market Value	Yield or YTW ¹
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Maturities

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost
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Sales/Calls

Issuer	CUSIP	Par Value	Coupon Rate	Maturity Date	Cost
U S Treasury Notes	91282CHA2	4,400,000	3.500%	04/30/2028	4,261,866
U S Treasury Notes	91282CGQ8	300,000	4.000%	02/28/2030	300,422
United States Treas Nts	91282CPT2	340,000	3.500%	01/15/2029	339,097
National Rural Utils Coop Fin	63743HFW7	300,000	4.750%	02/07/2028	303,294
Texas Instrs Inc Sr Gbl Nt	882508CG7	615,000	4.600%	02/08/2029	610,234
United States Treas Nts	91282CPT2	70,000	3.500%	01/15/2029	69,814
U S Treasury Notes	91282CHQ7	400,000	4.125%	07/31/2028	404,531
U S Treasury Notes	91282CPP0	345,000	3.500%	12/15/2028	344,879
Ally Auto Receivables 2024-1	02008FAD6	200,000	4.940%	10/15/2029	202,297
World Omni Auto Receivables	98164FAE2	650,000	5.030%	11/15/2029	656,729
U S Treasury Nts	91282CKX8	500,000	4.250%	06/30/2029	496,739
Abbvie Inc	00287YBF5	100,000	4.250%	11/14/2028	97,544
U S Treasury Notes	91282CGQ8	700,000	4.000%	02/28/2030	700,984
U S Treasury Notes	91282CNN7	135,000	3.875%	07/31/2030	134,515
John Deere Capital Corp	24422EXB0	352,000	4.950%	07/14/2028	355,464
U S Treasury Nts	91282CKX8	1,015,000	4.250%	06/30/2029	1,011,195
U S Treasury Notes	91282CPW5	270,000	3.750%	01/31/2031	269,473

¹ YTW was used in place of YTM for conservative approach to looking at the performance of the bonds. YTW considers the possibility to call the bonds if a call option is available, whereby the City's Investors may choose to call a bond to seek for better investments or to redeem the bond at ideal market conditions.

Exhibit B-2

Funds and Investments
Held by Contracted (Third) Parties

March 31, 2026

2016 Water Revenue Bonds

Investment Type	Issuer	Settlement Date	Par Value	Coupon Rate	Market Value	Current YTM	Maturity Date	Days to Maturity	CUSIP Account Number
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BNY Mellon Project Fund

1	Cash		655,510	0.000%	655,510	3.520%		1	
2	Morgan Stanley Treasury Portfolio		185,421	0.000%	185,421	3.520%		1	
Subtotal Cash & Cash Equivalents			840,931	0.000%	840,931	3.520%		1	
Total Project Fund			840,931	0.000%	840,931	3.520%		1	

Exhibit C

March 31, 2026

Investment Report

Summary of Invested Funds -- Last Day of the Month

MONTH	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	FY 2024-25	FY 2025-26
JULY	\$ 26,306,572	\$ 28,541,631	\$ 74,033,803	\$ 33,187,829	\$ 34,119,395	\$ 39,309,559	\$ 47,220,730	\$ 62,091,716	\$ 75,797,212	\$ 85,983,394	\$ 99,115,920
AUGUST	26,294,151	28,405,544	73,122,925	31,258,493	34,245,197	35,205,219	47,188,874	62,035,853	75,898,527	83,037,641	99,741,014
SEPTEMBER	22,058,959	27,049,892	70,952,657	31,219,168	34,211,588	35,108,138	50,651,612	62,025,768	72,673,251	80,118,760	92,944,893
OCTOBER	22,325,114	27,023,005	70,917,973	26,989,542	30,424,551	32,530,753	47,647,956	62,066,381	72,928,239	76,169,627	93,591,619
NOVEMBER	22,287,418	73,246,265	26,547,176	26,916,772	30,394,571	36,836,391	47,638,933	62,383,437	73,816,550	76,420,072	93,878,476
DECEMBER	22,253,300	71,499,585	28,949,643	27,028,835	30,398,333	36,824,546	51,976,067	62,346,272	74,622,956	76,407,420	94,082,934
JANUARY	27,399,997	71,229,735	32,878,042	35,305,506	30,183,446	43,433,939	56,735,289	63,037,830	75,026,715	76,850,520	94,388,104
FEBRUARY	30,108,605	71,084,575	33,013,420	34,571,287	35,784,459	43,636,405	44,768,920	62,673,423	74,572,924	77,422,529	95,012,623
MARCH	28,939,924	72,604,964	32,833,141	32,568,840	35,894,036	43,608,698	53,763,388	63,422,072	87,799,607	77,759,174	94,479,157
APRIL	28,276,276	75,018,330	33,064,100	32,242,202	36,081,161	42,158,002	53,442,475	63,662,118	87,625,460	98,378,689	
MAY	28,429,928	76,053,277	32,879,674	36,925,478	34,133,626	42,180,215	53,637,240	75,814,301	88,603,229	98,061,069	
JUNE	26,594,581	75,918,587	33,102,349	38,922,757	34,218,755	42,164,581	53,485,809	75,450,478	88,403,497	99,045,765	

* Note: Invested funds based on Market Value at the end of month.

City of South Pasadena

BMO Accounts Balance

For March 2026 Investment Report

BMO - Operating ending 3688	\$ 10,195,349	31-Mar	
BMO - Payroll ending 3746	-	31-Mar	*
BMO - Workers Comp ending 1936	-	31-Mar	*
BMO - Gen Liab ending 2413	-	31-Mar	*
Total BMO (formerly Bank of the West)	<u><u>\$ 10,195,349</u></u>		
	<u>FY 2025-26 YTD</u>	<u>FY 2024-25 YTD</u>	
BMO Interest Income	\$184,558	\$276,243	

* *Zero Balance Account - \$ Transfers from Operating Acct. No. 3688*

City of South Pasadena
Projected Expenditures (Based off Prior Year Actuals)
For March 2026 Investment Report
Expenditures Six Months (Average of FY25-26 and projected 6 months)

Actual Expenditures

	FY 25-26		FY 24-25
July-25	8,373,083	July-24	7,645,811
August-25	4,762,976	August-24	4,783,899
September-25	6,341,874	September-24	6,767,913
October-25	5,095,166	October-24	3,775,587
November-25	4,566,666	November-24	3,590,151
December-25	5,621,258	December-24	8,175,123
January-26	6,446,421	January-25	5,480,207
February-26	6,560,199	February-25	4,683,345
March-26	12,911,072	March-25	4,638,892
April-26		April-25	3,868,864
May-26		May-25	4,110,203
June-26		June-25	36,590,389
	\$ 60,678,714		\$ 94,110,384
Avg per month	6,742,079	Avg per month	7,842,532
6 month actual projected	\$ 40,452,476	6 month actual projected	\$ 47,055,192

Adopted Budget

	FY 2025-26
Adopted Budget	86,058,513
Adopted 6 month	43,029,257

Difference between 6 month actual projected and 6 month adopted budget

6 month Adopted Budget	43,029,257
6 month actual projected	41,714,907 *
	\$ 1,314,349 **

* Applying the 12-month CPI (Los Angeles, Long Beach, Anaheim) rate for the month of March 2026 (3.121%) .

**Differences between projected average and projected adopted is due to unspent CIP funds

City of South Pasadena
Six Months Projected Expenditures (Adopted Budget)
For March 2026 Investment Report

Adopted Budget Expenditures

Total CITY & CRA Expenditures FY 2025-26 (page 35-36) 86,058,513

Total FY 2025-26 Budget Expenditures 86,058,513

Six Months Estimated Expenditures FY 2025-26 43,029,257

ZIONS BANK®

Statement of Account

March 1, 2026 Through March 31, 2026

South Pasadena Custody

Account Number: 8048032

**City of South Pasadena
1414 Mission Street
South Pasadena, CA 91030**

Please contact your administrator - Jacqueline Nowak
with any questions concerning your account.

**Please Note: Our new address effective Monday, March 10, 2025 is as follows:
707 Wilshire Boulevard, Suite #5000 Los Angeles, CA 90017**

Confidential And Privileged Information

Cash Reconciliation

	Income	Principal
<i>Opening Balance March 1, 2026</i>	\$ 0.00	\$ 0.00
<i>Receipts</i>		
Sales	0.00	10,784,397.15
Interest	0.00	275,360.03
Dividends	0.00	1,339.99
Other Receipts	0.00	0.00
Collective Fund Earnings	0.00	0.00
Transfers	0.00	0.00
Total Receipts	0.00	11,061,097.17
<i>Disbursements</i>		
Purchases	0.00	-10,740,823.45
Fees	0.00	0.00
Other Disbursements	0.00	-8,395.15
Transfers	0.00	0.00
Total Disbursements	0.00	-10,749,218.60
<i>Net Cash Management</i>	0.00	-311,878.57
<i>Closing Balance March 31, 2026</i>	\$ 0.00	\$ 0.00

March 01, 2026 through March 31, 2026

Account Name : South Pasadena Custody

Account No : 8048032

Portfolio Summary

March 31, 2026	Portfolio %	Market Value	Projected Income	Current Yield
Cash & Equivalents	0.89%	598,142.51	19,635.10	3.28%
Fixed Income	99.11%	66,792,642.15	2,722,500.71	4.08%
<i>Total Portfolio</i>	100.00 %	67,390,784.66	2,742,135.81	4.07%
<i>Accrued Income</i>		518,623.42		
<i>Total Market Value</i>		67,909,408.08		

Holdings

Shares / PV	Asset Description		Cost	Price	Market Est	Ann Inc	Yield	Acc Income	
<u>Money Market Funds - Taxable</u>									
598,142.51	Fidelity Gov Port III FCGXX		598,142.51	1.00	598,142.51	19,635.10	3.28%	3,019.87	
598,142.51	** Sub Totals **		598,142.51		598,142.51	19,635.10	3.28%	3,019.87	
<u>Corporate Bonds (30/360)</u>									
650,000	Fifth Third Bk Cincinnati S	4.967%	01/28/2028	654,394.00	100.32	652,088.29	32,285.50	4.95%	5,591.34
300,000	Huntington National Bank MA	4.871%	04/12/2028	301,917.00	100.33	301,002.65	14,613.00	4.85%	6,857.50
650,000	Truist Finl Corp	4.123%	06/06/2028	647,159.50	99.56	647,171.89	26,799.50	4.14%	8,533.92
250,000	Morgan Stanley Private Bk NA	4.466%	07/06/2028	250,000.00	100.00	250,000.88	11,165.00	4.47%	2,619.72
260,000	John Deere Capital Corp	4.950%	07/14/2028	262,285.04	101.90	264,946.61	12,870.00	4.86%	2,732.18
250,000	Truist Bk	4.420%	07/24/2028	250,000.00	99.99	249,971.43	11,050.00	4.42%	2,037.15
340,000	Toyota Mtr Cr Corp	4.050%	09/05/2028	339,581.80	99.68	338,923.54	13,770.00	4.06%	961.59
110,000	Southern Co Gas Cap	4.050%	09/15/2028	109,877.90	99.29	109,213.97	4,455.00	4.08%	186.66
205,000	Georgia Pwr Co	4.000%	10/01/2028	204,895.45	99.42	203,806.62	8,200.00	4.02%	4,145.81
525,000	Abbvie Inc	4.250%	11/14/2028	518,208.20	100.28	526,483.55	22,312.50	4.24%	8,476.26
335,000	Caterpillar Finl Svcs	3.950%	11/14/2028	334,822.45	99.52	333,398.61	13,232.50	3.97%	5,026.87
160,000	Amphenol Corp	3.900%	11/15/2028	159,827.20	99.26	158,809.48	6,240.00	3.93%	2,440.22
330,000	Amazon Com Inc	3.900%	11/20/2028	329,927.40	99.59	328,650.67	12,870.00	3.92%	4,673.46
60,000	American Honda Fin Corp	4.150%	01/08/2029	59,995.20	98.79	59,276.53	2,490.00	4.20%	570.34
235,000	Alphabet Inc	3.700%	02/15/2029	234,146.95	99.14	232,974.77	8,695.00	3.73%	1,141.52
620,000	Waste Mgmt Inc Del	4.875%	02/15/2029	624,310.40	101.68	630,406.56	30,225.00	4.79%	3,799.23
200,000	Eaton Corp Ohio	3.950%	03/06/2029	199,832.00	99.01	198,012.28	7,900.00	3.99%	529.61
80,000	Baker Hughes Hldgs LLC	4.050%	03/11/2029	79,966.40	99.48	79,583.96	3,240.00	4.07%	171.96
345,000	Amazon Com Inc	4.000%	03/13/2029	344,962.05	99.46	343,138.85	13,800.00	4.02%	655.31
629,000	MARSH SR GLBL NT 29	4.375%	03/15/2029	615,935.67	100.22	630,390.81	27,518.75	4.37%	1,153.02
350,000	Salesforce Inc	4.650%	03/15/2029	349,923.00	100.16	350,571.61	16,275.00	4.64%	772.84
700,000	Morgan Stanley	4.994%	04/12/2029	708,904.00	100.91	706,385.30	34,958.00	4.95%	16,404.87
700,000	Goldman Sachs Group Inc	3.814%	04/23/2029	688,114.00	98.66	690,605.19	26,698.00	3.87%	11,708.34
645,000	Jpmorgan Chase & Co	4.005%	04/23/2029	637,700.85	99.21	639,873.49	25,832.25	4.04%	11,328.67

Holdings

Shares / PV	Asset Description		Cost	Price	Market Est	Ann Inc	Yield	Acc Income	
700,000	Wells Fargo & Co	4.970%	04/23/2029	709,128.00	100.87	706,082.12	34,790.00	4.93%	15,257.07
650,000	American Express Co	4.050%	05/03/2029	636,597.00	99.66	647,778.40	26,325.00	4.06%	10,809.43
300,000	PNC Finl Svcs Group Inc	5.582%	06/12/2029	309,705.00	102.43	307,283.19	16,746.00	5.45%	5,051.87
265,000	American Express Co	4.351%	07/20/2029	265,000.00	99.93	264,807.27	11,530.15	4.35%	2,254.50
655,000	Citibank NA	4.838%	08/06/2029	668,768.10	101.32	663,654.06	31,688.90	4.77%	4,779.89
300,000	Chubb Ina Hldgs Inc	4.650%	08/15/2029	301,395.00	101.10	303,312.44	13,950.00	4.60%	1,753.49
769,000	Bank America Corp	5.819%	09/15/2029	791,670.12	103.18	793,422.52	44,748.11	5.64%	1,874.92
275,000	Wells Fargo & Co	4.078%	09/15/2029	275,000.00	98.88	271,926.46	11,214.50	4.12%	469.88
300,000	Goldman Sachs Group Inc	4.153%	10/21/2029	300,000.00	99.06	297,185.12	12,459.00	4.19%	5,533.47
425,000	Gilead Sciences Inc	4.800%	11/15/2029	428,123.75	101.85	432,858.86	20,400.00	4.71%	7,692.74
100,000	Bank New York Mellon Corp	4.026%	01/22/2030	100,000.00	98.95	98,953.59	4,026.00	4.07%	764.72
650,000	Bank New York Mellon Corp	4.975%	03/14/2030	662,824.50	101.67	660,867.24	32,337.50	4.89%	1,445.25
385,000	Home Depot Inc	3.950%	09/15/2030	383,617.85	98.70	379,984.29	15,207.50	4.00%	637.19
420,000	Novartis Capital Corp	4.100%	11/05/2030	418,740.00	98.73	414,679.57	17,220.00	4.15%	6,974.58
280,000	Pfizer Inc	4.200%	11/15/2030	279,778.80	99.30	278,053.22	11,760.00	4.23%	4,237.54
335,000	AvalonBay Cmnty Inc	4.350%	12/01/2030	334,852.60	98.91	331,332.01	14,572.50	4.40%	4,843.93
350,000	John Deere Capital Corporat	4.200%	03/10/2031	349,923.00	99.05	346,690.88	14,700.00	4.24%	821.23
100,000	Airbnb Inc	4.650%	03/16/2031	99,894.00	99.80	99,798.81	4,650.00	4.66%	181.84
340,000	Progressive Corp	4.600%	03/26/2031	339,955.80	100.04	340,134.13	15,640.00	4.60%	174.75
16,528,000	** Sub Totals **			16,561,659.98		16,564,491.72	741,460.16	4.48%	178,076.68
	<u>Municipal Bonds Taxable</u>								
615,000	Riverside Cnty CA	3.070%	02/15/2028	605,721.75	98.18	603,837.32	18,880.50	3.13%	2,373.25
550,000	Los Angeles CA Cmnty Colleg	1.606%	08/01/2028	525,349.00	95.70	526,342.52	8,833.00	1.68%	1,455.72
650,000	Massachusetts St Spl Oblig	3.769%	07/15/2029	647,413.20	99.22	644,933.71	24,498.50	3.80%	5,132.37
700,000	Los Angeles CA Uni Sch	4.347%	10/01/2029	700,000.00	100.87	706,065.29	30,429.00	4.31%	15,214.50
400,000	Rancho CA Wtr Dist Fing Auth	5.125%	08/01/2030	408,620.00	102.22	408,896.28	20,500.00	5.01%	3,378.49
250,000	San Francisco CA City & Cnty	5.600%	10/01/2030	261,567.50	103.23	258,076.68	14,000.00	5.42%	7,000.00
3,165,000	** Sub Totals **			3,148,671.45		3,148,151.80	117,141.00	3.72%	34,554.33

Holdings

Shares / PV	Asset Description			Cost	Price	Market Est	Ann Inc	Yield	Acc Income
<u>U.S. Obligations</u>									
1,875,000	Federal Home Loan Banks	4.000%	06/09/2028	1,871,897.25	100.35	1,881,525.92	75,000.00	3.99%	23,254.19
200,000	Tennessee Valley Auth Fed Be	3.875%	08/01/2030	199,186.00	99.69	199,375.19	7,750.00	3.89%	1,277.23
2,075,000	** Sub Totals **			2,071,083.25		2,080,901.11	82,750.00	3.98%	24,531.42
<u>U.S. Treasury Notes & Bonds</u>									
3,062,000	U S Treasury Notes	3.500%	01/31/2028	3,027,332.26	99.42	3,044,297.81	107,170.00	3.52%	17,466.93
680,000	United States Treas Nts	3.375%	02/29/2028	675,351.56	99.20	674,581.25	22,950.00	3.40%	1,965.33
1,947,000	U S Treasury Notes	4.125%	07/31/2028	1,969,055.62	100.68	1,960,233.53	80,313.75	4.10%	13,089.81
675,000	U S Treasury Notes	3.500%	11/15/2028	675,228.75	99.18	669,462.89	23,625.00	3.53%	8,875.69
1,520,000	U S Treasury Notes	3.500%	12/15/2028	1,519,465.63	99.16	1,507,293.76	53,200.00	3.53%	15,492.31
3,002,000	U S Treasury Notes	3.750%	12/31/2028	2,961,057.09	99.79	2,995,784.93	112,575.00	3.76%	27,988.26
100,000	United States Treas Nts	3.500%	01/15/2029	99,734.38	99.14	99,140.63	3,500.00	3.53%	725.14
2,395,000	United States Treas Nts	3.500%	02/15/2029	2,402,671.48	99.12	2,373,856.65	83,825.00	3.53%	10,188.67
991,000	U S Treasury Nts	4.250%	06/30/2029	994,020.08	101.21	1,003,000.40	42,117.50	4.20%	10,471.20
1,300,000	U S Treasury Notes	4.000%	02/28/2030	1,301,827.80	100.38	1,304,976.57	52,000.00	3.98%	4,380.43
2,250,000	U S Treasury Notes	3.875%	04/30/2030	2,248,769.25	99.90	2,247,714.86	87,187.50	3.88%	36,368.27
2,130,000	United States Treas Nts	3.875%	06/30/2030	2,131,306.65	99.86	2,126,921.49	82,537.50	3.88%	20,520.37
2,465,000	U S Treasury Notes	3.875%	07/31/2030	2,467,938.28	99.84	2,461,148.44	95,518.75	3.88%	15,567.97
2,255,000	United States Treas Nts	3.625%	09/30/2030	2,245,387.07	98.77	2,227,252.92	81,743.75	3.67%	0.00
1,520,000	U S Treasury Notes	3.500%	11/30/2030	1,513,290.63	98.17	1,492,153.13	53,200.00	3.57%	17,684.62
3,205,000	U S Treasury Notes	3.750%	01/31/2031	3,198,394.24	99.16	3,178,208.22	120,187.50	3.78%	19,588.57
2,050,000	United States Treas Nts	3.500%	02/28/2031	2,049,039.06	98.07	2,010,441.42	71,750.00	3.57%	6,144.34
31,547,000	** Sub Totals **			31,479,869.83		31,376,468.90	1,173,401.25	3.74%	226,517.91
<u>GNMA CMO Remic</u>									
656,864.73	Fhmc Remic Series 5607	4.000%	05/15/2030	651,322.44	97.59	641,027.72	26,274.59	4.10%	2,189.55
656,864.73	** Sub Totals **			651,322.44		641,027.72	26,274.59	4.10%	2,189.55

Holdings

Shares / PV	Asset Description		Cost	Price	Market Est	Ann Inc	Yield	Acc Income
<u>Asset-Backed Securities</u>								
700,000	Ford Credit Auto Lease Tr	4.230%	12/15/2028	699,913.76	100.22	701,568.00	29,610.00	4.22% 2,467.50
700,000	Ford Credit Auto	5.490%	05/15/2029	715,558.59	101.73	712,089.00	38,430.00	5.40% 3,202.50
700,000	Gm Financial Consumer 2024-1	4.860%	06/18/2029	707,109.38	100.92	706,419.00	34,020.00	4.82% 2,835.00
650,000	Santander Drive Auto 2025-2	4.670%	08/15/2029	652,996.09	100.33	652,151.50	30,355.00	4.65% 2,529.58
650,000	Santander Drive Auto Rcvbl	4.380%	01/15/2030	649,908.74	100.15	650,962.00	28,470.00	4.37% 2,372.50
430,000	Honda Auto Rec Own Tr 2023-4	5.660%	02/21/2030	438,902.34	101.40	436,015.70	24,338.00	5.58% 2,028.17
650,000	Honda Auto Receiv Owner 202	4.040%	02/21/2030	649,986.42	99.72	648,160.50	26,260.00	4.05% 2,188.33
600,000	Carmax Auto Owner Tr 2025-2	4.480%	03/15/2030	603,679.69	100.47	602,832.00	26,880.00	4.46% 2,240.00
655,000	World Omni Auto Rec Tr 2025	4.730%	03/15/2030	660,935.94	100.70	659,585.00	30,981.50	4.70% 2,581.79
600,000	Ford Credit Floorpl 2025-1	4.630%	04/15/2030	604,875.00	100.65	603,870.00	27,780.00	4.60% 2,315.00
600,000	Gm Financial Consumer 2025-2	4.280%	04/16/2030	601,265.63	100.19	601,116.00	25,680.00	4.27% 2,140.00
700,000	Volkswagen Auto Loan	5.570%	04/22/2030	717,308.59	101.74	712,187.00	38,990.00	5.47% 3,249.17
500,000	Volkswagen Auto Lease 2025-b	4.440%	05/20/2030	499,960.75	100.09	500,435.00	22,200.00	4.44% 1,850.00
650,000	Carmax Auto Owner Trust 202	4.530%	07/15/2030	649,866.43	100.22	651,456.00	29,445.00	4.52% 2,453.75
500,000	Chase Issuance Tr 2025-1	4.160%	07/15/2030	499,989.95	100.31	501,561.35	20,800.00	4.15% 1,733.33
500,000	Carvana Auto Receiv Tr 2026P	4.260%	02/10/2031	499,893.15	99.57	497,860.00	21,300.00	4.28% 1,775.00
400,000	Ford Cr Auto Owner Tr 2025-b	3.910%	07/15/2031	399,956.84	99.67	398,692.00	15,640.00	3.92% 1,303.33
10,185,000	** Sub Totals **			10,252,107.29		10,236,960.05	471,179.50	4.60% 39,264.95
<u>Corp Floating Rate (Act/360)</u>								
325,000	Bank of America Corp	3.593%	07/21/2028	315,682.25	98.92	321,489.22	11,677.25	3.63% 2,250.64
325,000	** Sub Totals **			315,682.25		321,489.22	11,677.25	3.63% 2,250.64
<u>Government Agency Mortgage Pool</u>								
691,980.39	FHLMC Strip SMBS 427 Tr	4.000%	03/25/2031	684,844.35	100.00	691,980.39	27,679.22	4.00% 2,306.60
691,980.39	** Sub Totals **			684,844.35		691,980.39	27,679.22	4.00% 2,306.60
<u>Government CMO</u>								
265,000	FHLMC REMI Series K-085	4.060%	10/25/2028	264,989.70	99.75	264,337.50	10,759.00	4.07% 896.58

Holdings

Shares / PV	Asset Description		Cost	Price	Market Est	Ann Inc	Yield	Acc Income
500,000	FHLMC REMIC Series K-084	3.780%	10/25/2028	496,093.75	99.11	495,525.00	18,900.00	3.81% 1,575.00
53,657.275	Fnma Remic Trust 2019-m6	3.450%	01/25/2029	52,793.73	99.36	53,314.41	1,851.17	3.47% 154.26
927,707.43	Fhlmc Remic Series 5616	4.250%	01/15/2031	926,880.71	98.95	917,994.33	39,427.57	4.29% 3,285.63
1,746,364.705	** Sub Totals **			1,740,757.89		1,731,171.24	70,937.74	4.10% 5,911.47
67,518,352.335	** Grand Totals **			67,504,141.24		67,390,784.66	2,742,135.81	4.07% 518,623.42

Cash Summary

<i>Principal Cash</i>	0.00
<i>Income Cash</i>	0.00
<i>Invested Income</i>	0.00

Account Transactions

Date	Description	Income	Principal	Carrying Value
	<i>Starting Balances</i>	\$ 0.00	\$ 0.00	\$ 67,007,965.57
	<u>Interest</u>			
03/02/2026	Interest		46,000.00	
	U S Treasury Notes 4.0000% 02/28/30			
03/02/2026	Accrued Interest Received		51,900.55	
	U S Treasury Notes 3.5000% 04/30/28			
03/02/2026	Purchase Accrued Interest		-2,710.57	
	United States Treas Nts 3.5000% 02/15/29			
03/02/2026	Purchase Accrued Interest		-762.85	
	United States Treas Nts 3.5000% 02/15/29			
03/02/2026	Purchase Accrued Interest		-389.95	
	United States Treas Nts 3.5000% 02/28/31			
03/04/2026	Accrued Interest Received		130.43	
	U S Treasury Notes 4.0000% 02/28/30			
03/05/2026	Accrued Interest Received		1,610.77	
	United States Treas Nts 3.5000% 01/15/29			
03/05/2026	Interest		6,885.00	
	Toyota Mtr Cr Corp 4.0500% 09/05/28			
03/06/2026	Purchase Accrued Interest		-1,002.87	
	Riverside Cnty CA 3.0700% 02/15/28			
03/06/2026	Accrued Interest Received		1,147.92	
	National Rural Utils Coop Fin 4.75% 02/07/28			
03/06/2026	Accrued Interest Received		2,200.33	
	Texas Instrs Inc Sr Gbl Nt 4.6000% 02/08/29			
03/06/2026	Accrued Interest Received		338.40	
	United States Treas Nts 3.5000% 01/15/29			
03/11/2026	Accrued Interest Received		1,777.62	
	U S Treasury Notes 4.1250% 07/31/28			
03/11/2026	Accrued Interest Received		2,852.88	
	U S Treasury Notes 3.5000% 12/15/28			
03/11/2026	Accrued Interest Received		713.56	
	Ally Auto Receivables 2024-1 4.9400% 10/15/29			
03/11/2026	Accrued Interest Received		2,361.31	
	World Omni Auto Receivables 5.0300% 11/15/29			

Account Transactions

Date	Description	Income	Principal	Carrying Value
03/12/2026	Accrued Interest Received U S Treasury Nts 4.2500% 06/30/29		4,167.82	
03/13/2026	Accrued Interest Received Abbvie Inc 4.2500% 11/14/28		1,404.86	
03/13/2026	Purchase Accrued Interest United States Treas Nts 3.3750% 02/29/28		-810.73	
03/16/2026	Interest MARSH SR GLBL NT 29		13,759.38	
03/16/2026	Interest Bank New York Mellon Corp 4.9750% 03/14/30		16,168.75	
03/16/2026	Interest Home Depot Inc 3.9500% 09/15/30		7,603.75	
03/16/2026	Interest Wells Fargo & Co 4.0780% 09/15/29		5,607.25	
03/16/2026	Mortgage Backed - Other Pass Through Interest Ford Credit Auto Lease Tr 4.2300% 12/15/28 Principal Balance Reduction of 0.000000		2,467.50	
03/16/2026	Mortgage Backed - Other Pass Through Interest Fhlmc Remic Series 5607 4.0000% 05/15/30 Principal Balance Reduction of 6781.370000		2,212.15	
03/16/2026	Accrued Interest Received U S Treasury Notes 4.0000% 02/28/30		1,217.39	
03/16/2026	Mortgage Backed - Other Pass Through Interest Fhlmc Remic Series 5616 4.2500% 01/15/31 Principal Balance Reduction of 5736.790000		1,611.75	
03/16/2026	Purchase Accrued Interest Fhlmc Remic Series 5616 4.2500% 01/15/31		-847.10	
03/16/2026	Interest Bank America Corp 5.8190% 09/15/29		22,374.06	
03/16/2026	Mortgage Backed - Other Pass Through Interest Carmax Auto Owner Trust 202 4.5300% 07/15/30 Principal Balance Reduction of 0.000000		2,356.25	
03/16/2026	Mortgage Backed - Other Pass Through Interest Carmax Auto Owner Tr 2025-2 4.4800% 03/15/30 Principal Balance Reduction of 0.000000		2,240.00	
03/16/2026	Mortgage Backed - Other Pass Through Interest		1,733.33	

Account Transactions

Date	Description	Income	Principal	Carrying Value
	Chase Issuance Tr 2025-1 4.1600% 07/15/30 Principal Balance Reduction of 0.000000			
03/16/2026	Mortgage Backed - Other Pass Through Interest Ford Credit Auto 5.4900% 05/15/29 Principal Balance Reduction of 0.000000		3,202.50	
03/16/2026	Mortgage Backed - Other Pass Through Interest Ford Credit Floorpl 2025-1 4.6300% 04/15/30 Principal Balance Reduction of 0.000000		2,315.00	
03/16/2026	Mortgage Backed - Other Pass Through Interest Ford Cr Auto Owner Tr 2025-b 3.9100% 07/15/31 Principal Balance Reduction of 0.000000		1,303.33	
03/16/2026	Mortgage Backed - Other Pass Through Interest Gm Financial Consumer 2025-2 4.2800% 04/16/30 Principal Balance Reduction of 0.000000		2,140.01	
03/16/2026	Mortgage Backed - Other Pass Through Interest Gm Financial Consumer 2024-1 4.8600% 06/18/29 Principal Balance Reduction of 0.000000		2,835.00	
03/16/2026	Mortgage Backed - Other Pass Through Interest Santander Drive Auto 2025-2 4.6700% 08/15/29 Principal Balance Reduction of 0.000000		2,529.58	
03/16/2026	Mortgage Backed - Other Pass Through Interest Santander Drive Auto Rcvbl 4.3800% 01/15/30 Principal Balance Reduction of 0.000000		2,372.50	
03/16/2026	Interest Southern Co Gas Cap 4.0500% 09/15/28		2,314.13	
03/16/2026	Mortgage Backed - Other Pass Through Interest World Omni Auto Rec Tr 2025 4.7300% 03/15/30 Principal Balance Reduction of 0.000000		2,581.79	
03/17/2026	Purchase Accrued Interest Riverside Cnty CA 3.0700% 02/15/28		-150.09	
03/18/2026	Purchase Accrued Interest Massachusetts St Spl Oblig 3.7690% 07/15/29		-3,231.92	
03/18/2026	Purchase Accrued Interest Massachusetts St Spl Oblig 3.7690% 07/15/29		-1,055.32	
03/18/2026	Accrued Interest Received U S Treasury Notes 3.8750% 07/31/30		664.74	

Account Transactions

Date	Description	Income	Principal	Carrying Value
03/20/2026	Mortgage Backed - Other Pass Through Interest Volkswagen Auto Loan 5.5700% 04/22/30 Principal Balance Reduction of 0.000000		3,249.17	
03/20/2026	Mortgage Backed - Other Pass Through Interest Volkswagen Auto Lease 2025-b 4.4400% 05/20/30 Principal Balance Reduction of 0.000000		1,666.67	
03/23/2026	Mortgage Backed - Other Pass Through Interest Honda Auto Rec Own Tr 2023-4 5.6600% 02/21/30 Principal Balance Reduction of 0.000000		2,028.17	
03/23/2026	Mortgage Backed - Other Pass Through Interest Honda Auto Receiv Owner 202 4.0400% 02/21/30 Principal Balance Reduction of 0.000000		2,188.33	
03/24/2026	Purchase Accrued Interest Rancho CA Wtr Dist Fing Auth 5.1250% 08/01/30		-3,018.06	
03/24/2026	Accrued Interest Received John Deere Capital Corp 4.9500% 07/14/28		3,388.00	
03/24/2026	Accrued Interest Received U S Treasury Nts 4.2500% 06/30/29		9,890.64	
03/25/2026	Mortgage Backed - Other Pass Through Interest Fnma Remic Trust 2019-m6 3.4500% 01/25/29 Principal Balance Reduction of 4730.660000		167.87	
03/25/2026	Mortgage Backed - Other Pass Through Interest FHLMC REMIC Series K-084 3.7800% 10/25/28 Principal Balance Reduction of 0.000000		1,575.00	
03/25/2026	Mortgage Backed - Other Pass Through Interest FHLMC REMI Series K-085 4.0600% 10/25/28 Principal Balance Reduction of 0.000000		896.58	
03/25/2026	Purchase Accrued Interest FHLMC Strip SMBS 427 Tr 4.0000% 03/25/31		-1,845.28	
03/26/2026	Purchase Accrued Interest Los Angeles CA Cmnty Colleg 1.6060% 08/01/28		-1,349.49	
03/26/2026	Accrued Interest Received U S Treasury Notes 3.7500% 01/31/31		1,510.36	
03/31/2026	Interest United States Treas Nts 3.6250% 09/30/30		40,871.88	

Account Transactions

Date	Description	Income	Principal	Carrying Value
Sub Total		0.00	275,360.03	0.00
<u>Dividends</u>				
03/02/2026	Dividend Fidelity Gov Port III FCGXX Dividend From 02/01/2026 To 02/28/2026		1,339.99	
Sub Total		0.00	1,339.99	0.00
<u>Buys</u>				
03/02/2026	Buy United States Treas Nts 3.5000% 02/15/29 1869000 Par Val @ \$100.3203125		-1,874,986.64	1,874,986.64
03/02/2026	Buy United States Treas Nts 3.5000% 02/15/29 526000 Par Val @ \$100.3203125		-527,684.84	527,684.84
03/02/2026	Buy United States Treas Nts 3.5000% 02/28/31 2050000 Par Val @ \$99.953125		-2,049,039.06	2,049,039.06
03/06/2026	Buy Eaton Corp Ohio 3.9500% 03/06/29 200000 Par Val @ \$99.916		-199,832.00	199,832.00
03/06/2026	Buy Riverside Cnty CA 3.0700% 02/15/28 560000 Par Val @ \$98.512		-551,667.20	551,667.20
03/10/2026	Buy John Deere Capital Corporat 4.2000% 03/10/31 350000 Par Val @ \$99.978		-349,923.00	349,923.00
03/11/2026	Buy Baker Hughes Hldgs LLC 4.0500% 03/11/29 80000 Par Val @ \$99.958		-79,966.40	79,966.40
03/13/2026	Buy Amazon Com Inc 4.0000% 03/13/29 345000 Par Val @ \$99.989		-344,962.05	344,962.05
03/13/2026	Buy Salesforce Inc 4.6500% 03/15/29 350000 Par Val @ \$99.978		-349,923.00	349,923.00

Account Transactions

Date	Description	Income	Principal	Carrying Value
03/13/2026	Buy United States Treas Nts 3.3750% 02/29/28 680000 Par Val @ \$99.3164063		-675,351.56	675,351.56
03/16/2026	Buy Airbnb Inc 4.6500% 03/16/31 100000 Par Val @ \$99.894		-99,894.00	99,894.00
03/16/2026	Buy Fhlmc Remic Series 5616 4.2500% 01/15/31 478360.58 Par Val @ \$99.8125		-477,463.65	477,463.65
03/17/2026	Buy Carvana Auto Receiv Tr 2026P1 4.26% 02/10/31 500000 Par Val @ \$99.97863		-499,893.15	499,893.15
03/17/2026	Buy Riverside Cnty CA 3.0700% 02/15/28 55000 Par Val @ \$98.281		-54,054.55	54,054.55
03/18/2026	Buy Massachusetts St Spl Oblig 3.7690% 07/15/29 490000 Par Val @ \$99.604		-488,059.60	488,059.60
03/18/2026	Buy Massachusetts St Spl Oblig 3.7690% 07/15/29 160000 Par Val @ \$99.596		-159,353.60	159,353.60
03/24/2026	Buy Rancho CA Wtr Dist Fing Auth 5.1250% 08/01/30 400000 Par Val @ \$102.155		-408,620.00	408,620.00
03/25/2026	Buy FHLMC Strip SMBS 427 Tr 4.0000% 03/25/31 691980.39 Par Val @ \$98.96875112		-684,844.35	684,844.35
03/26/2026	Buy Progressive Corp 4.6000% 03/26/31 340000 Par Val @ \$99.987		-339,955.80	339,955.80
03/26/2026	Buy Los Angeles CA Cmnty Colleg 1.6060% 08/01/28 550000 Par Val @ \$95.518		-525,349.00	525,349.00
	Sub Total	0.00	-10,740,823.45	10,740,823.45

Account Transactions

Date	Description	Income	Principal	Carrying Value
	<u>Sells</u>			
03/02/2026	Sell U S Treasury Notes 3.5000% 04/30/28 Sold 4400000 Par Val @ \$100.2226562 Cost Basis Removed \$4,261,865.80 Long Term Gain/Loss : \$147,931.08		4,409,796.88	-4,261,865.80
03/04/2026	Sell U S Treasury Notes 4.0000% 02/28/30 Sold 300000 Par Val @ \$101.5078125 Cost Basis Removed \$300,421.80 Short Term Gain/Loss : \$4,101.64		304,523.44	-300,421.80
03/05/2026	Sell United States Treas Nts 3.5000% 01/15/29 Sold 340000 Par Val @ \$99.87890625 Cost Basis Removed \$339,096.87 Short Term Gain/Loss : \$491.41		339,588.28	-339,096.87
03/06/2026	Sell National Rural Utils Coop Fin 4.75% 02/07/28 Sold 300000 Par Val @ \$101.375 Cost Basis Removed \$303,294.00 Short Term Gain/Loss : \$831.00		304,125.00	-303,294.00
03/06/2026	Sell Texas Instrs Inc Sr Gbl Nt 4.6000% 02/08/29 Sold 615000 Par Val @ \$102.018 Cost Basis Removed \$610,233.75 Long Term Gain/Loss : \$17,176.95		627,410.70	-610,233.75
03/06/2026	Sell United States Treas Nts 3.5000% 01/15/29 Sold 70000 Par Val @ \$99.7265625 Cost Basis Removed \$69,814.06 Short Term Gain/Loss : \$-5.47		69,808.59	-69,814.06
03/11/2026	Sell U S Treasury Notes 4.1250% 07/31/28 Sold 400000 Par Val @ \$101.2148437 Cost Basis Removed \$404,531.20 Long Term Gain/Loss : \$328.18		404,859.38	-402,400.41

Account Transactions

Date	Description	Income	Principal	Carrying Value
03/11/2026	Sell U S Treasury Notes 3.5000% 12/15/28 Sold 345000 Par Val @ \$99.734375 Cost Basis Removed \$344,878.71 Short Term Gain/Loss : \$-795.12		344,083.59	-344,878.71
03/11/2026	Sell Ally Auto Receivables 2024-1 4.9400% 10/15/29 Sold 200000 Par Val @ \$101.3828125 Cost Basis Removed \$202,296.88 Short Term Gain/Loss : \$468.75		202,765.63	-202,296.88
03/11/2026	Sell World Omni Auto Receivables 5.0300% 11/15/29 Sold 650000 Par Val @ \$101.25 Cost Basis Removed \$656,728.52 Short Term Gain/Loss : \$1,396.48		658,125.00	-656,728.52
03/12/2026	Sell U S Treasury Nts 4.2500% 06/30/29 Sold 500000 Par Val @ \$101.7734375 Cost Basis Removed \$496,738.50 Long Term Gain/Loss : \$12,128.69		508,867.19	-498,103.35
03/13/2026	Sell Abbvie Inc 4.2500% 11/14/28 Sold 100000 Par Val @ \$100.246 Cost Basis Removed \$97,544.00 Long Term Gain/Loss : \$2,702.00		100,246.00	-98,086.42
03/16/2026	Sell U S Treasury Notes 4.0000% 02/28/30 Sold 700000 Par Val @ \$100.6328125 Cost Basis Removed \$700,984.20 Short Term Gain/Loss : \$3,445.49		704,429.69	-700,984.20
03/18/2026	Sell U S Treasury Notes 3.8750% 07/31/30 Sold 135000 Par Val @ \$100.5195312 Cost Basis Removed \$134,514.84 Short Term Gain/Loss : \$1,186.53		135,701.37	-135,127.37
03/24/2026	Sell John Deere Capital Corp 4.9500% 07/14/28		358,607.04	-355,306.45

Account Transactions

Date	Description	Income	Principal	Carrying Value
03/24/2026	Sold 352000 Par Val @ \$101.877 Cost Basis Removed \$355,463.68 Long Term Gain/Loss : \$3,143.36 Sell		1,026,973.83	-1,011,149.79
03/26/2026	U S Treasury Nts 4.2500% 06/30/29 Sold 1015000 Par Val @ \$101.1796875 Cost Basis Removed \$1,011,194.78 Long Term Gain/Loss : \$15,779.05 Sell		267,236.72	-269,444.07
03/26/2026	U S Treasury Notes 3.7500% 01/31/31 Sold 270000 Par Val @ \$98.9765625 Cost Basis Removed \$269,472.66 Short Term Gain/Loss : \$-2,235.94			
	Sub Total	0.00	10,767,148.33	-10,559,232.45
	<u>Paydowns</u>			
03/16/2026	Mortgage Backed - Other Pass Through Principal Fhlmc Remic Series 5607 4.0000% 05/15/30 Tax Cost Reduction \$-6,724.15		6,781.37	-6,724.15
03/16/2026	Mortgage Backed - Other Pass Through Principal Fhlmc Remic Series 5616 4.2500% 01/15/31 Tax Cost Reduction \$-5,737.69		5,736.79	-5,737.69
03/25/2026	Mortgage Backed - Other Pass Through Principal Fnma Remic Trust 2019-m6 3.4500% 01/25/29 Tax Cost Reduction \$-4,654.53		4,730.66	-4,654.53
	Sub Total	0.00	17,248.82	-17,116.37
	<u>Disbursements</u>			
03/11/2026	Cash Disbursement Miscellaneous Disbursement Paid To : Payden & Rygel Per Sec. 9 of the Custody Agreement Invoice for Investment Advisory Services Inv#2533-M226 dtd 03-10-26		-5,660.00	
03/24/2026	Cash Disbursement Fee Paid To Bank - CC Paid To : Zions Bank		-2,735.15	

Account Transactions

Date	Description	Income	Principal	Carrying Value
	Per Sec. 9 of The Agreement Custody Services Quarterly Administration Fee \$2,095.15 ((October 2025 - December 2025) Security Purchase \$320 Security Sell \$260 Wire Transfer \$60 Invoice No. 13716 Dated 03/20/26			
	Sub Total	0.00	-8,395.15	0.00
	<u>Other/Miscellaneous</u>			
03/24/2026	Explanation Miscellaneous Fee received in the amount of \$1985.15. Per invoice dated 03/24/2026.			
03/24/2026	Explanation Market Fee received in the amount of \$750.00. Per invoice dated 12/31/2025.			
	Sub Total	0.00	0.00	0.00
	<u>Cash Management</u>			
03/02/2026	Sweep - Buy Fidelity Gov Port III FCGXX 53463.51 Par Val @ \$1.00		-53,463.51	53,463.51
03/04/2026	Sweep - Buy Fidelity Gov Port III FCGXX 304653.87 Par Val @ \$1.00		-304,653.87	304,653.87
03/05/2026	Sweep - Buy Fidelity Gov Port III FCGXX 348084.05 Par Val @ \$1.00		-348,084.05	348,084.05
03/06/2026	Sweep - Buy Fidelity Gov Port III FCGXX 252528.87 Par Val @ \$1.00		-252,528.87	252,528.87
03/10/2026	Sweep - Sell Fidelity Gov Port III FCGXX Sold 349923 Par Val @ \$1.00		349,923.00	-349,923.00
03/11/2026	Sweep - Buy Fidelity Gov Port III FCGXX 1531912.57 Par Val @ \$1.00		-1,531,912.57	1,531,912.57
03/12/2026	Sweep - Buy Fidelity Gov Port III FCGXX 513035.01 Par Val @ \$1.00		-513,035.01	513,035.01
03/13/2026	Sweep - Sell		1,269,396.48	-1,269,396.48

Account Transactions

Date	Description	Income	Principal	Carrying Value
03/16/2026	Fidelity Gov Port III FCGXX Sold 1269396.48 Par Val @ \$1.00 Sweep - Buy		-239,688.50	239,688.50
03/17/2026	Fidelity Gov Port III FCGXX 239688.5 Par Val @ \$1.00 Sweep - Sell		554,097.79	-554,097.79
03/18/2026	Fidelity Gov Port III FCGXX Sold 554097.79 Par Val @ \$1.00 Sweep - Sell		515,334.33	-515,334.33
03/20/2026	Fidelity Gov Port III FCGXX Sold 515334.33 Par Val @ \$1.00 Sweep - Buy		-4,915.84	4,915.84
03/23/2026	Fidelity Gov Port III FCGXX 4915.84 Par Val @ \$1.00 Sweep - Buy		-4,216.50	4,216.50
03/24/2026	Fidelity Gov Port III FCGXX 4216.5 Par Val @ \$1.00 Sweep - Buy		-984,486.30	984,486.30
03/25/2026	Fidelity Gov Port III FCGXX 984486.3 Par Val @ \$1.00 Sweep - Sell		679,319.52	-679,319.52
03/26/2026	Fidelity Gov Port III FCGXX Sold 679319.52 Par Val @ \$1.00 Sweep - Sell		597,907.21	-597,907.21
03/31/2026	Fidelity Gov Port III FCGXX Sold 597907.21 Par Val @ \$1.00 Sweep - Buy		-40,871.88	40,871.88
	Fidelity Gov Port III FCGXX 40871.88 Par Val @ \$1.00			
	Sub Total	0.00	-311,878.57	311,878.57
	Ending Balances	\$ 0.00	\$ 0.00	\$ 67,484,318.77

**Corporate Trust Services provided by Zions Bancorporation, N.A.
Statement Disclosures & Other Important Information**

Please review your statement promptly and report any discrepancies immediately to your account administrator listed on the first page.

Market value information (including accrued income) furnished herein has been obtained from sources that Zions Bancorporation, N.A. believes to be reliable. Zions Bancorporation, N.A. makes no representation, warranty or guarantee, express or implied, that any quoted value necessarily reflects the proceeds that may be received on the sale of a security or asset. Securities and asset prices may vary from actual liquidation value and should only be used as general guide to portfolio value. Prices are received from various pricing services. However, pricing services are sometimes unable to provide timely information. Where pricing sources are not readily available, particularly on certain debt securities, estimated prices may be generated by a matrix system taking various factors into consideration.

Securities, including mutual funds, are not bank deposits and are not FDIC insured, nor are they obligations of or guaranteed by Zions Bancorporation, N.A., its affiliates or of any federal or state government or government sponsored agency. Securities, including mutual funds, involve investment risks, including the possible loss of the principal amount invested.



CITY OF SOUTH PASADENA
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DATE: May 14, 2026

FROM: Nick Kimball, Assistant City Manager/CFO

PREPARED BY: William Castrillon, Budget and Purchasing Manager
Tatiana Fernandez, Management Analyst

SUBJECT: RECEIVE AND FILE THE MARCH 2026 MONTHLY BUDGET REPORT

RECOMMENDATION

It is recommended that the Finance Commission receive and file the monthly budget report through March 31, 2026 (Attachment No. 1).

EXECUTIVE SUMMARY

This report presents the General Fund budget status for the period ending March 31, 2026. As of that date, the City collected **61%** of budgeted General Fund revenues and expended **68%** of budgeted General Fund appropriations. Both revenues and expenditures are tracking within expected ranges for this point in the fiscal year.

This report is submitted monthly as a recurring consent item to provide the Finance Commission and City Council with current information on the City’s fiscal position relative to the adopted budget.

BACKGROUND

On August 20, 2025, City Council adopted the FY 2025-2026 Budget. The adopted General Fund budget includes \$43,715,328 in revenues and \$43,325,013 in appropriations. The Adopted Budget includes Work Plans for each City Department. The Finance Department’s Work Plan includes preparing monthly budget reports to enhance financial management and transparency.

On February 26, 2026, the Finance Commission reviewed the Mid-year review, monthly budget report for December 2025, five-year forecast, and fiscal year 2026-2027 budget calendar. While supportive of the monthly budget report, the Commission focused on refining the monthly reporting format to make it more digestible for City Council,

requesting clearer variance and percentage information to improve usability for policy decision-making.

On March 4, 2026, the City Council reviewed the Mid-year review, monthly budget report for December 2025, 5-year forecast, the fiscal year 2026-2027 budget calendar, and the feedback provided by the Finance Commission.

On March 26, 2026, the Finance Commission reviewed and filed the monthly budget report for January 2026 and provided feedback on the report. The Finance Department received the feedback and updated the January report for City Council review.

On April 23, 2026, the Finance Commission provided recommendations and corrections before filing the monthly February 2026 report. The Finance staff reviewed and updated the February report for City Council review.

On May 6, 2026, the monthly report for February 2026 was presented to the City Council for review and approval, with the recommendations from the Finance Commission.

Monthly budget reports will be provided to the Finance Commission as a receive and file report at each regular meeting.

ANALYSIS

The purpose of this report is to present General Fund budget performance as of March 31, 2026, which represents nine (9) months, or approximately 75%, of the fiscal year. Attachment 1 includes detailed revenues received and expenditures incurred through that date against the Adjusted Budget.

NOTE: Because the City does not “hard-close” its books on a monthly basis, revenues and expenditures are posted to the applicable accounting period as transactions are processed. Accordingly, prior-month figures in this report may differ from those presented in previous months' reports.

The following items are noted for the reporting period.

REVENUES BY CATEGORY

The following notable changes occurred:

- Charges for Current Services
 - In February, the City received about \$327,000 in charges for current services. March saw a significant increase of about \$634,000, driven largely by a \$287,796 Plan Check Fee processed by Community Development for the review of the Senior Living Development on Fair Oaks Avenue. More information at: <https://www.southpasadenaca.gov/Your-Government/Department-Service-Areas/Community-Development/Planning-Division/Major-Projects-Map>



- Fines, Forfeitures & Penalties
 - March revenues totaled \$19,000, reflecting a notable increase over the average monthly revenue of \$7,000. The variance was primarily attributed to an increase in parking citations, which generated \$10,225 during the month.

EXPENDITURES BY DEPARTMENT

Notable changes include:

- Community Development
 - March shows that the department is back to its normal expenses after spiking in January and February.
- Finance
 - The City processed quarterly internal services allocation for General Liability Insurance of \$235,900.

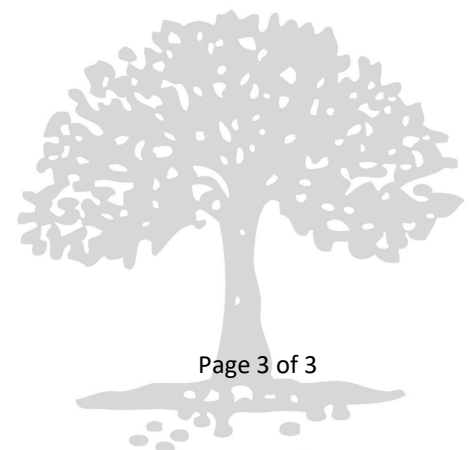
Based on the data presented, General Fund revenues and expenditures for the reporting period are consistent with expectations for this point in the fiscal year. Staff recommends that the Finance Commission receive and file this report.

FISCAL IMPACT

This report is informational only. There is no fiscal impact associated with receiving and filing this report.

ATTACHMENT(S)

Attachment No. 1 - Monthly Budget Report March 2026

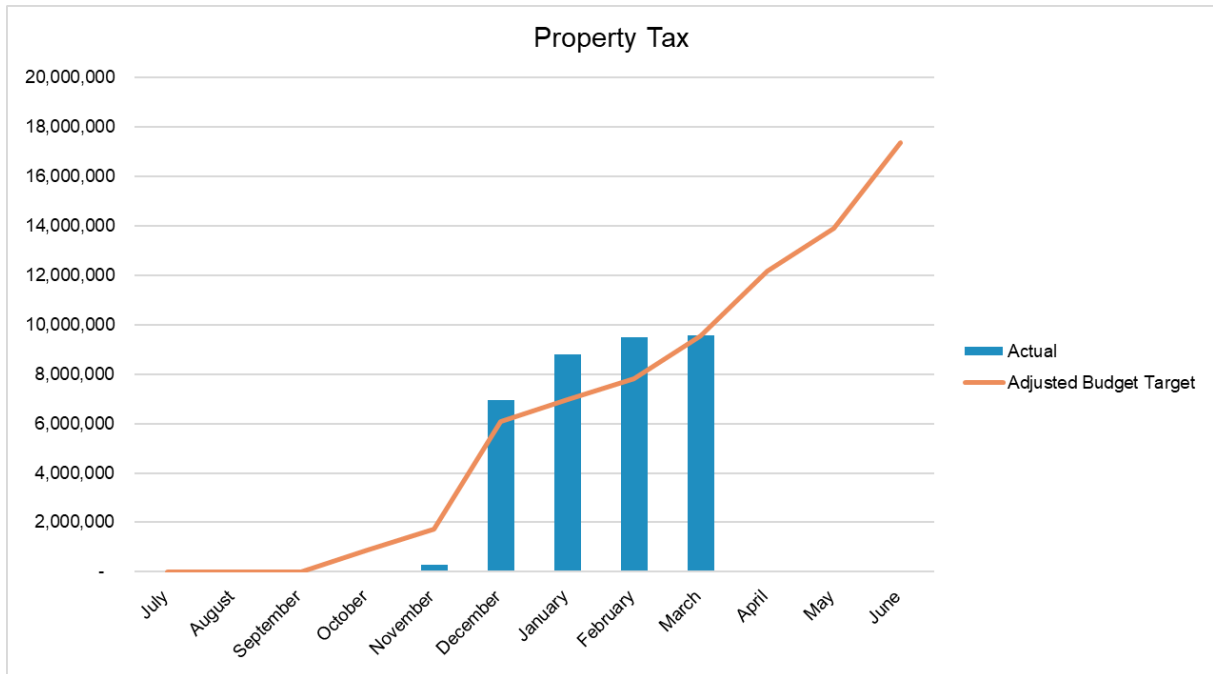


Monthly Budget Report as of March 31, 2026 General Fund (101)

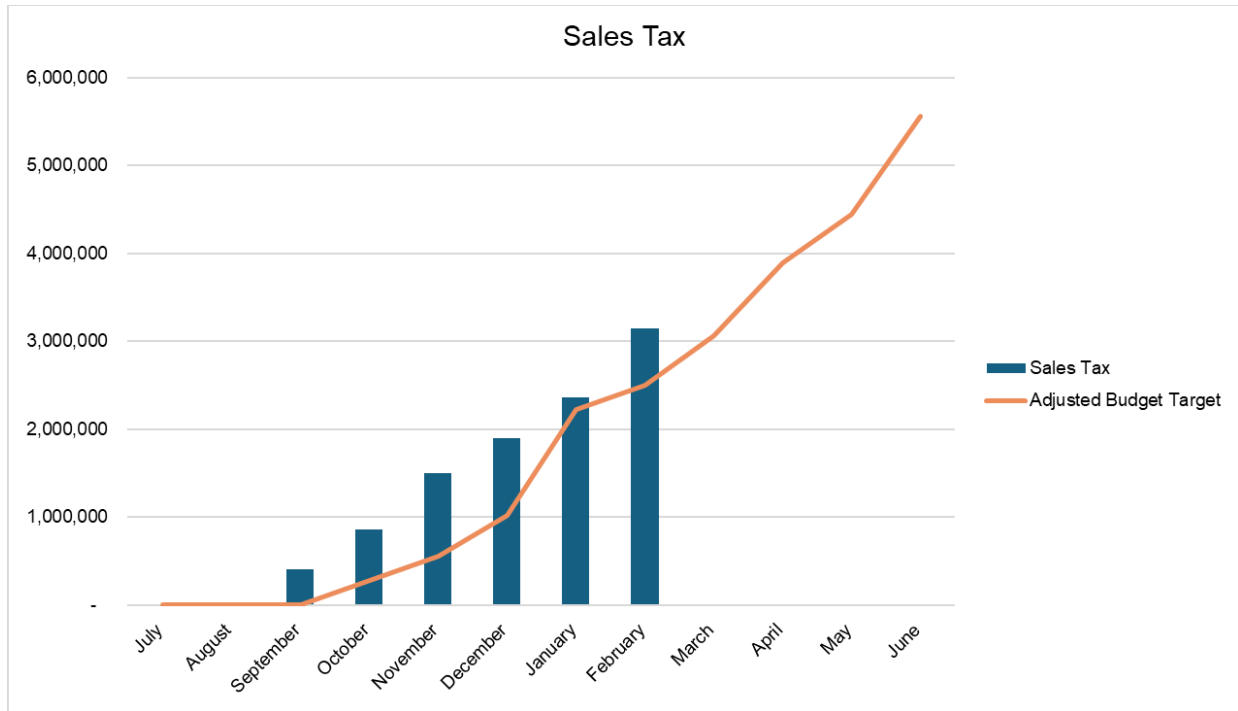
I. REVENUE BY CATEGORY

ADOPTED BUDGET	
Category	FY 2025-2026 Adopted Budget
Property Tax	17,377,356
Sales Tax	5,562,209
Utility Users Tax	4,544,810
Charges for Current Services	3,390,618
Intergovernmental	4,811,273
Assessment	428,200
Fines, Forfeitures & Penalties	63,350
Licenses & Permits	1,026,802
Use of Money & Property	1,148,690
Interfund Transfer	1,610,849
Other Taxes	1,943,598
Other Revenue	1,807,573
Total	43,715,328

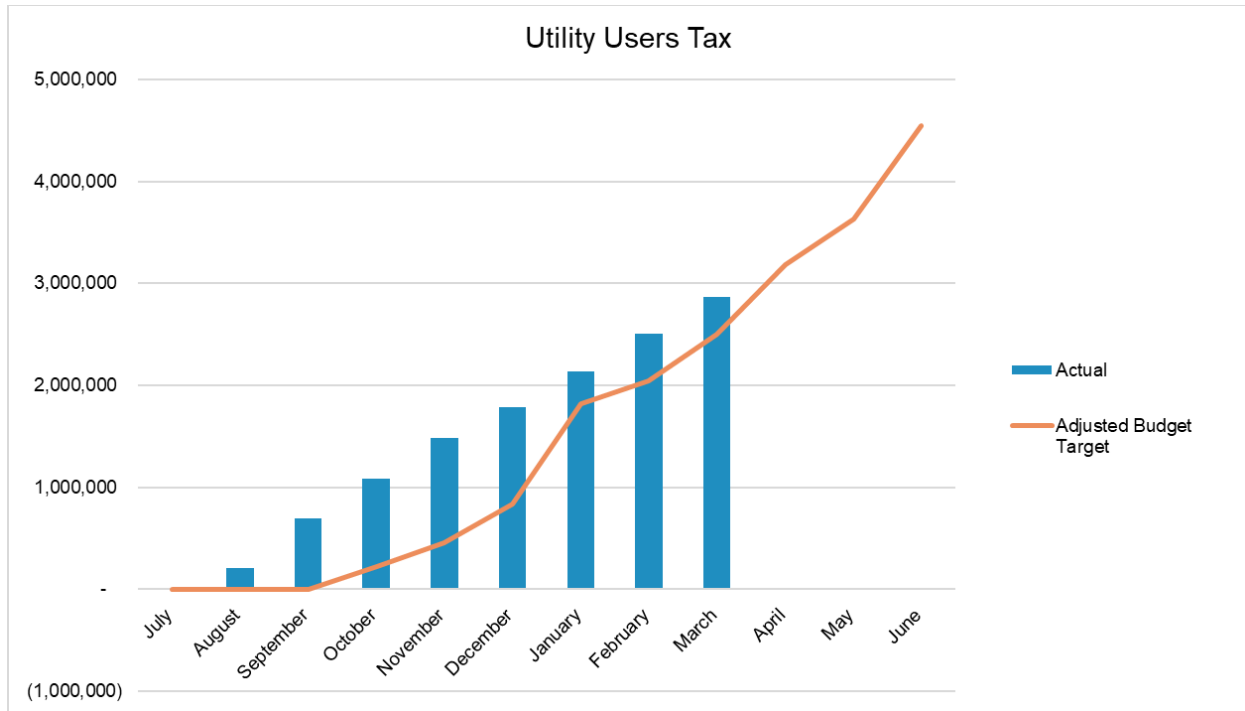
ACTUAL BY PERIOD										
Category	July	August	September	October	November	December	January	February	March	
Property Tax	-	1	-	-	295,840	6,667,747	1,839,623	692,778	75,448	
Sales Tax	-	-	399,140	457,254	640,509	403,497	456,430	784,723	438,032	
Utility Users Tax	(5,741)	218,578	481,011	396,355	395,605	302,975	346,517	369,280	358,687	
Charges for Current Services	381,843	325,542	305,755	319,984	535,790	600,235	606,614	327,316	634,747	
Intergovernmental	-	-	50,371	1,599	-	261,250	2,282,746	123,281	20,708	
Assessment	-	(1)	-	-	3,647	171,978	43,427	44,264	-	
Fines, Forfeitures & Penalties	8,723	7,824	8,551	7,207	6,573	5,770	8,071	8,090	19,175	
Licenses & Permits	37,091	137,403	78,771	104,434	91,880	123,045	102,714	103,408	115,687	
Use of Money & Property	(159,682)	44,451	245,762	46,442	47,940	58,246	152,008	70,498	71,892	
Interfund Transfer	-	-	-	-	-	-	-	-	-	
Other Taxes	-	200,438	68,055	91,282	82,870	51,950	286,222	81,639	54,857	
Other Revenue	9,203	20,426	9,097	27,900	17,789	600,731	114,832	119,148	116,824	
Total	271,436	954,663	1,646,513	1,452,457	2,118,443	9,247,425	6,239,202	2,724,424	1,906,057	
YEAR TO DATE ACTUAL										
Category	July	August	September	October	November	December	January	February	March	
Property Tax	-	1	1	1	295,841	6,963,588	8,803,211	9,495,989	9,571,437	
Sales Tax	-	-	399,140	856,394	1,496,903	1,900,401	2,356,831	3,141,554	3,579,586	
Utility Users Tax	(5,741)	212,837	693,848	1,090,203	1,485,809	1,788,784	2,135,300	2,504,580	2,863,268	
Charges for Current Services	381,843	707,385	1,013,140	1,333,124	1,868,913	2,469,149	3,075,762	3,403,078	4,037,825	
Intergovernmental	-	-	50,371	51,971	51,971	313,221	2,595,966	2,719,247	2,739,956	
Assessment	-	(1)	(1)	(1)	3,647	175,625	219,051	263,315	263,315	
Fines, Forfeitures & Penalties	8,723	16,547	25,098	32,305	38,878	44,648	52,719	60,809	79,984	
Licenses & Permits	37,091	174,494	253,265	357,698	449,578	572,624	675,338	778,746	894,433	
Use of Money & Property	(159,682)	(115,231)	130,531	176,972	224,912	283,158	435,167	689,716	761,608	
Interfund Transfer	-	-	-	-	-	-	-	-	-	
Other Taxes	-	200,438	268,493	359,775	442,645	494,595	780,817	862,456	917,313	
Other Revenue	9,203	29,629	38,726	66,626	84,415	685,145	799,978	907,126	1,023,950	
Total	271,436	1,226,099	2,872,612	4,325,070	6,443,513	15,690,938	21,930,140	24,826,615	26,732,673	



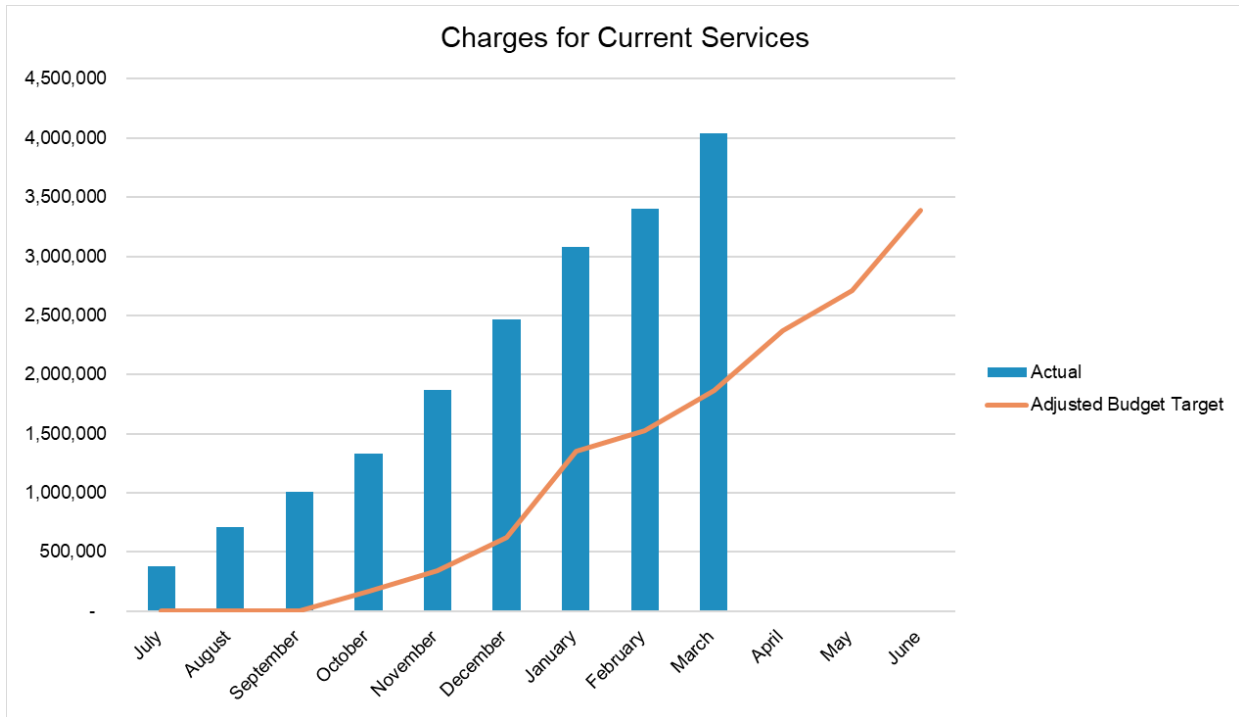
Property Tax					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	-	-	-	0%	-
August	1	1	(1)	0%	-
September	-	1	(1)	0%	-
October	-	1	868,867	0%	868,868
November	295,840	295,841	1,441,895	2%	1,737,736
December	6,667,747	6,963,588	(881,514)	40%	6,082,075
January	1,839,623	8,803,211	(1,852,269)	51%	6,950,943
February	692,778	9,495,989	(1,676,178)	55%	7,819,810
March	75,448	9,571,437	(13,890)	55%	9,557,546
April	-	-	-	0%	12,164,150
May	-	-	-	0%	13,901,885
June	-	-	-	0%	17,377,356
TOTAL	9,571,437				



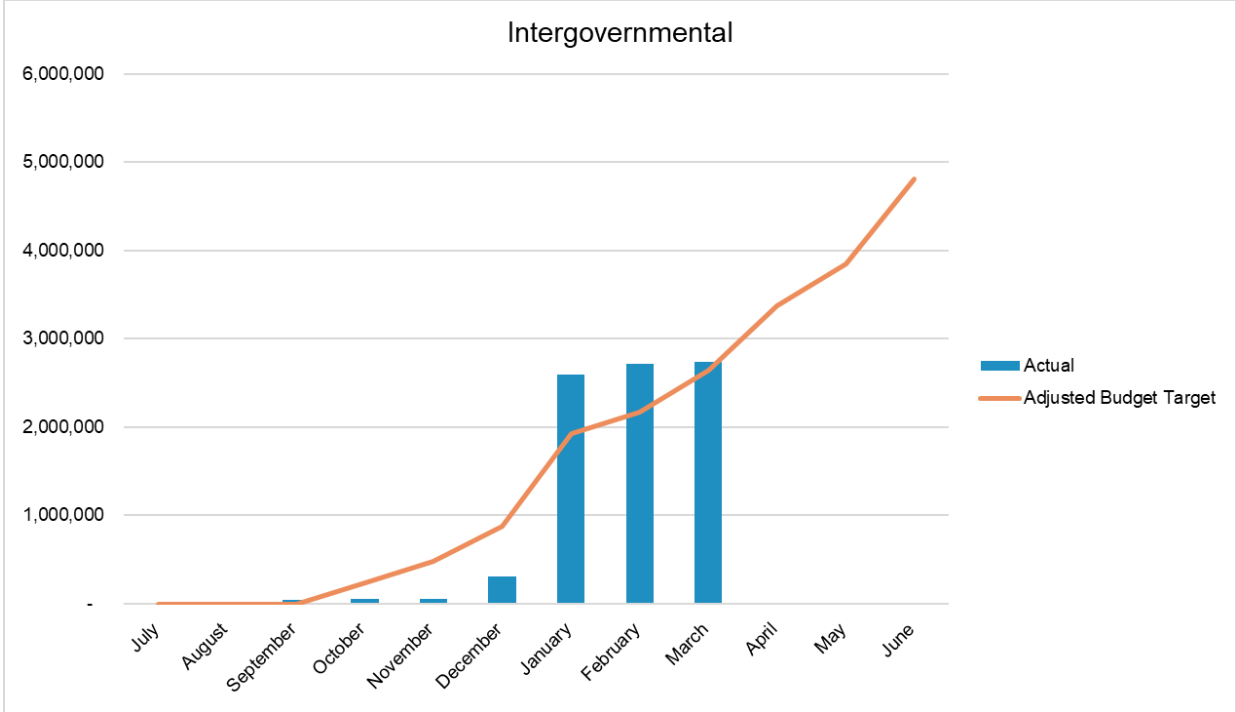
Sales Tax					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	-	-	-	0%	-
August	-	-	-	0%	-
September	399,140	399,140	(399,140)	7%	-
October	457,254	856,394	(578,284)	15%	278,110
November	640,509	1,496,903	(940,682)	27%	556,221
December	403,497	1,900,401	(880,662)	34%	1,019,738
January	456,430	2,356,831	(131,947)	42%	2,224,884
February	784,723	3,141,554	(638,560)	56%	2,502,994
March	438,032	3,579,586	(520,371)	64%	3,059,215
April	-	-	-	0%	3,893,546
May	-	-	-	0%	4,449,767
June	-	-	-	0%	5,562,209
TOTAL	3,579,586				



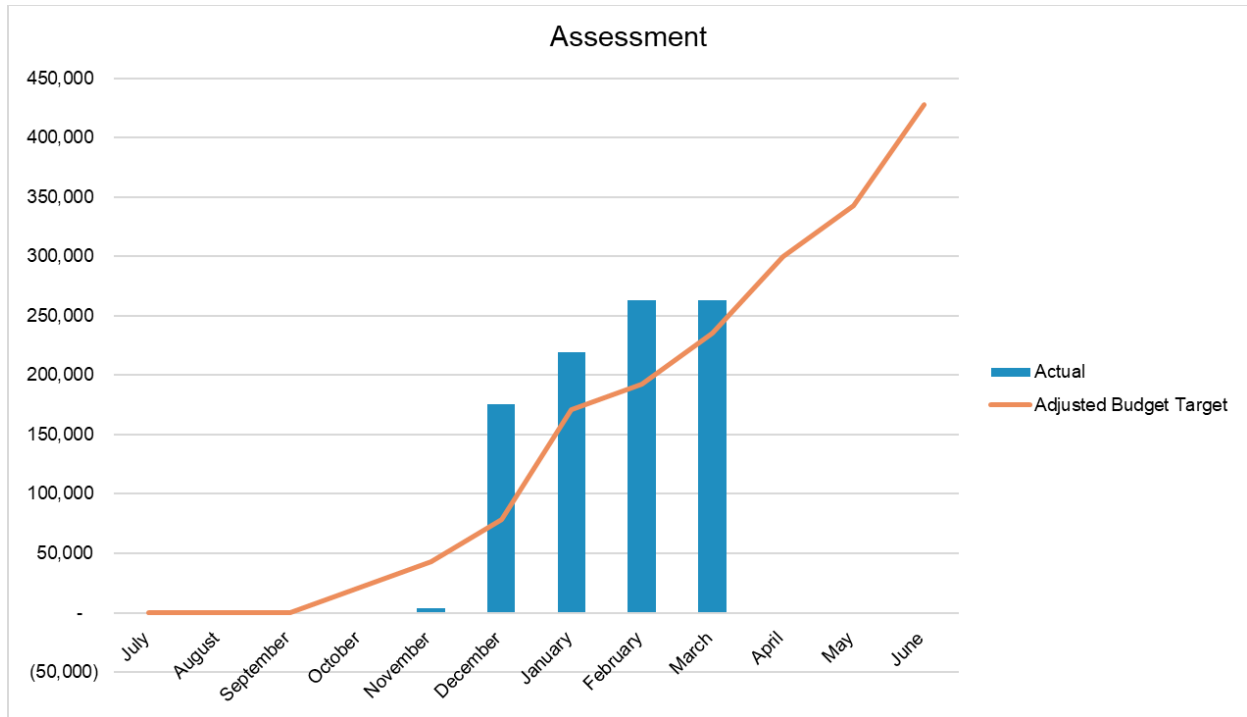
Utility Users Tax					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	(5,741)	(5,741)	5,741	0%	-
August	218,578	212,837	(212,837)	5%	-
September	481,011	693,848	(693,848)	15%	-
October	396,355	1,090,203	(862,963)	24%	227,240
November	395,605	1,485,809	(1,031,328)	33%	454,481
December	302,975	1,788,784	(955,568)	39%	833,215
January	346,517	2,135,300	(317,376)	47%	1,817,924
February	369,280	2,504,580	(459,416)	55%	2,045,164
March	358,687	2,863,268	(363,622)	63%	2,499,645
April	-	-	-	0%	3,181,367
May	-	-	-	0%	3,635,848
June	-	-	-	0%	4,544,810
TOTAL	2,863,268				



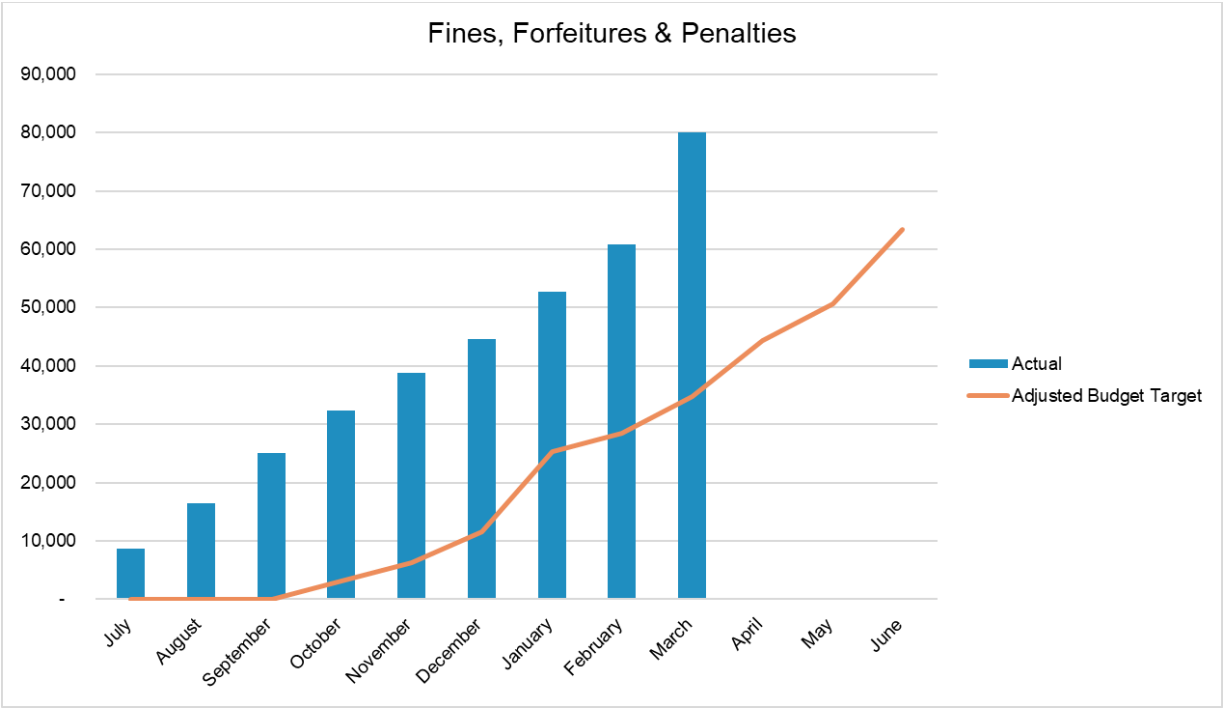
Charges for Current Services					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	381,843	381,843	(381,843)	11%	-
August	325,542	707,385	(707,385)	21%	-
September	305,755	1,013,140	(1,013,140)	30%	-
October	319,984	1,333,124	(1,163,593)	39%	169,531
November	535,790	1,868,913	(1,529,852)	55%	339,062
December	600,235	2,469,149	(1,847,535)	73%	621,613
January	606,614	3,075,762	(1,719,515)	91%	1,356,247
February	327,316	3,403,078	(1,877,300)	100%	1,525,778
March	634,747	4,037,825	(2,172,985)	119%	1,864,840
April	-	-	-	0%	2,373,433
May	-	-	-	0%	2,712,494
June	-	-	-	0%	3,390,618
TOTAL	4,037,825				



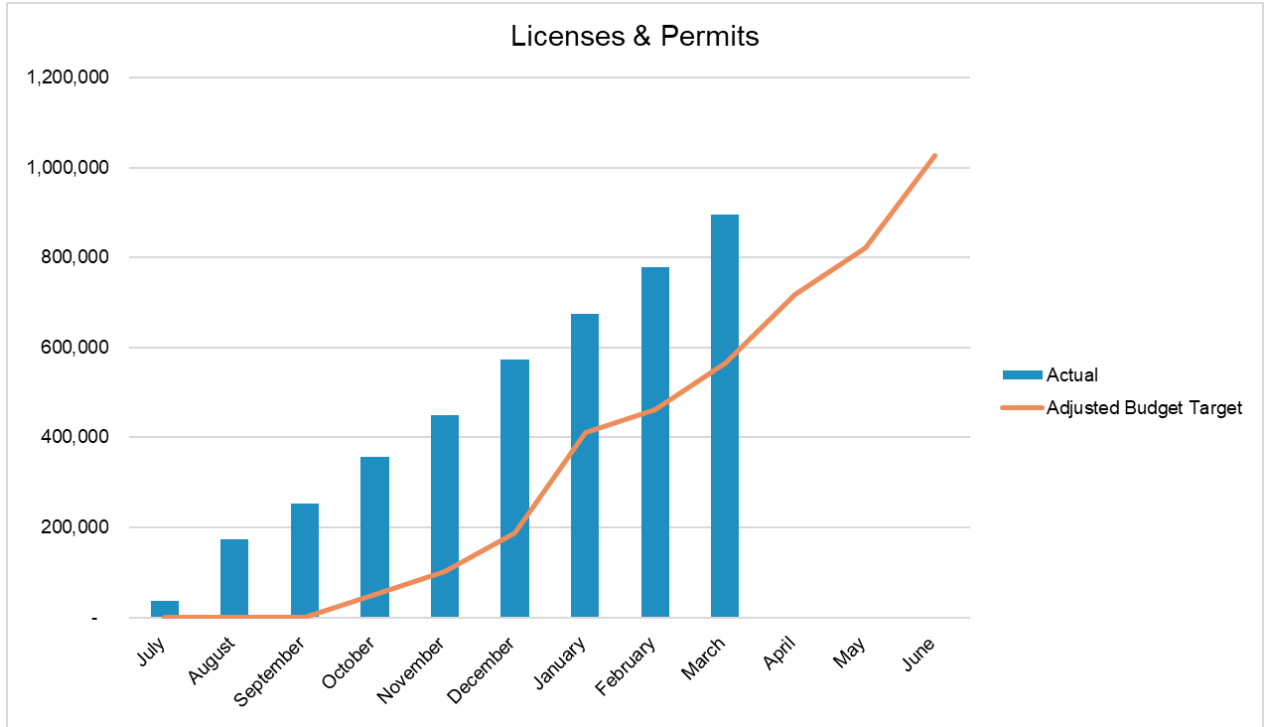
Intergovernmental					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	-	-	-	0%	-
August	-	-	-	0%	-
September	50,371	50,371	(50,371)	1%	-
October	1,599	51,971	188,593	1%	240,564
November	-	51,971	429,156	1%	481,127
December	261,250	313,221	568,846	7%	882,067
January	2,282,746	2,595,966	(671,457)	54%	1,924,509
February	123,281	2,719,247	(554,174)	57%	2,165,073
March	20,708	2,739,956	(93,755)	57%	2,646,200
April	-	-	-	0%	3,367,891
May	-	-	-	0%	3,849,018
June	-	-	-	0%	4,811,273
TOTAL	2,739,956				



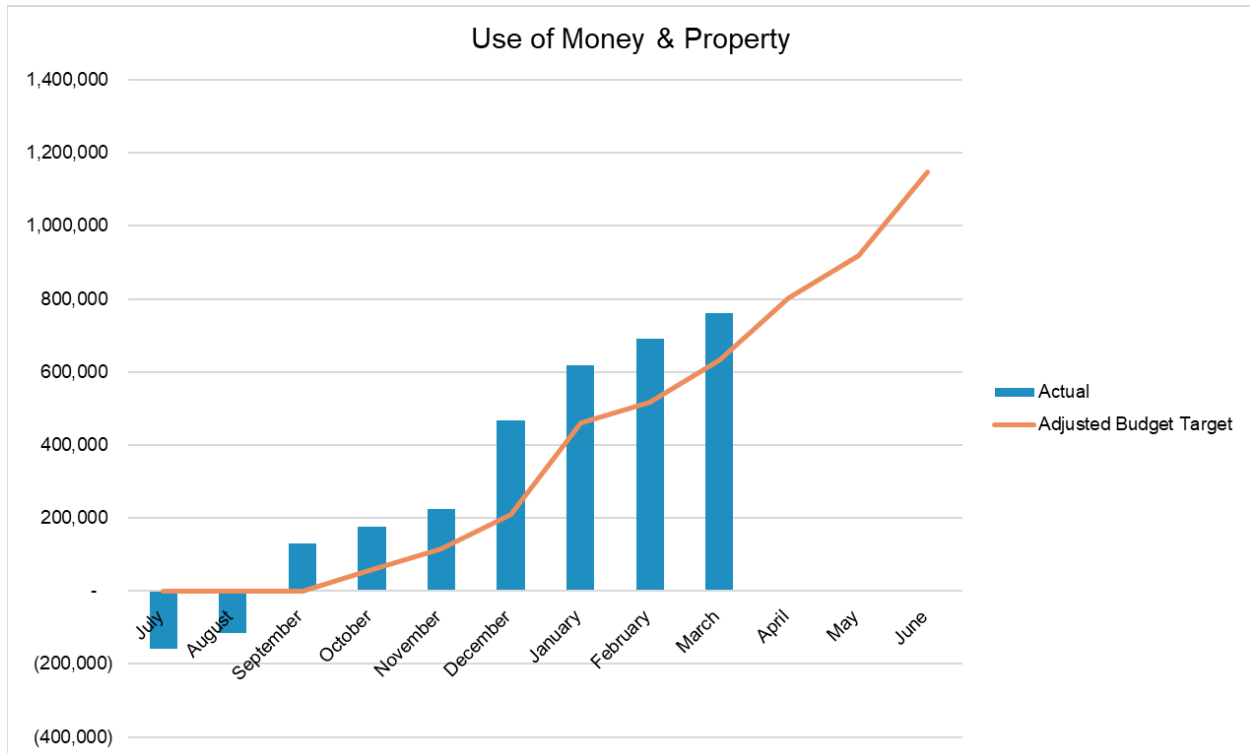
Assessment					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	-	-	-	0%	-
August	(1)	(1)	1	0%	-
September	-	(1)	1	0%	-
October	-	(1)	21,411	0%	21,410
November	3,647	3,647	39,173	1%	42,820
December	171,978	175,625	(97,121)	41%	78,503
January	43,427	219,051	(47,771)	51%	171,280
February	44,264	263,315	(70,625)	61%	192,690
March	-	263,315	(27,805)	61%	235,510
April	-	-	-	0%	299,740
May	-	-	-	0%	342,560
June	-	-	-	0%	428,200
TOTAL	263,315				



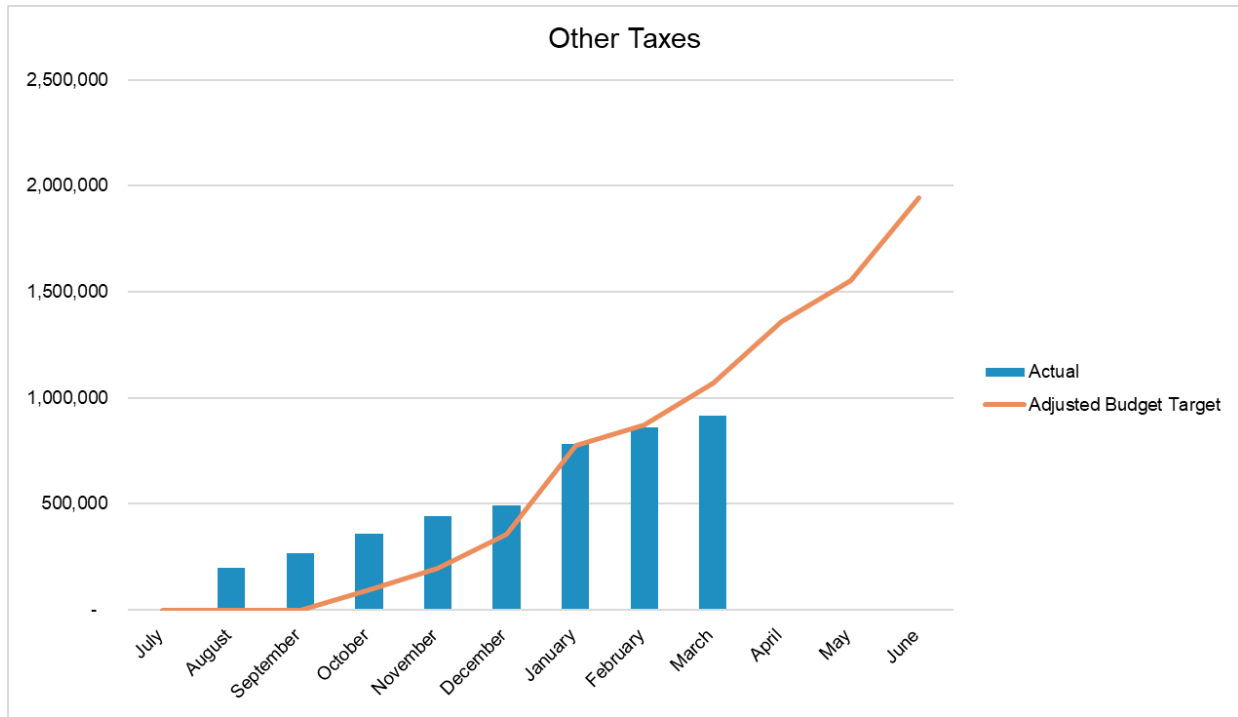
Fines, Forfeitures & Penalties					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	8,723	8,723	(8,723)	14%	-
August	7,824	16,547	(16,547)	26%	-
September	8,551	25,098	(25,098)	40%	-
October	7,207	32,305	(29,138)	51%	3,167
November	6,573	38,878	(32,543)	61%	6,335
December	5,770	44,648	(33,034)	70%	11,614
January	8,071	52,719	(27,379)	83%	25,340
February	8,090	60,809	(32,301)	96%	28,507
March	19,175	79,984	(45,141)	126%	34,842
April	-	-	-	0%	44,345
May	-	-	-	0%	50,680
June	-	-	-	0%	63,350
TOTAL	79,984				



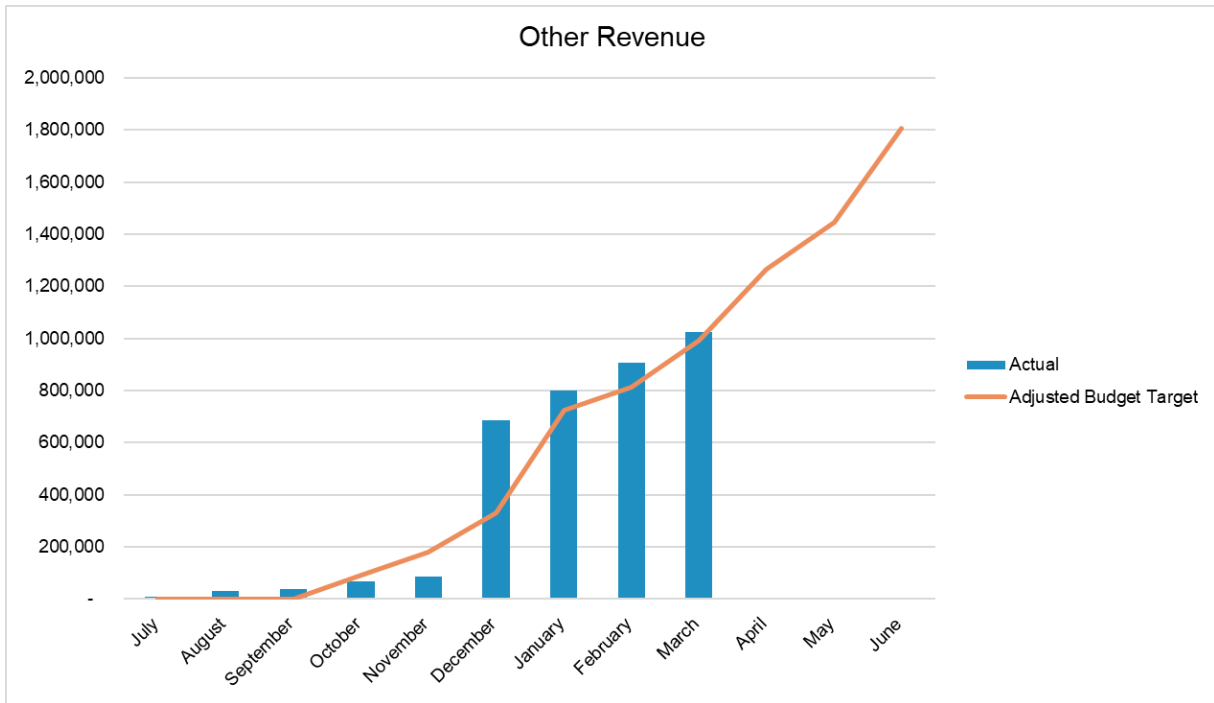
Licenses & Permits					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	37,091	37,091	(37,091)	4%	-
August	137,403	174,494	(174,494)	17%	-
September	78,771	253,265	(253,265)	25%	-
October	104,434	357,698	(306,358)	35%	51,340
November	91,880	449,578	(346,898)	44%	102,680
December	123,045	572,624	(384,377)	56%	188,247
January	102,714	675,338	(264,617)	66%	410,721
February	103,408	778,746	(316,685)	76%	462,061
March	115,687	894,433	(329,692)	87%	564,741
April	-	-	-	0%	718,761
May	-	-	-	0%	821,442
June	-	-	-	0%	1,026,802
TOTAL	894,433				



Use of Money & Property					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	(159,682)	(159,682)	159,682	-14%	-
August	44,451	(115,231)	115,231	-10%	-
September	245,762	130,531	(130,531)	11%	-
October	46,442	176,972	(119,538)	15%	57,435
November	47,940	224,912	(110,043)	20%	114,869
December	242,297	467,210	(256,617)	41%	210,593
January	152,008	619,218	(159,742)	54%	459,476
February	70,498	689,716	(172,805)	60%	516,911
March	71,892	761,608	(129,828)	66%	631,780
April	-	-	-	0%	804,083
May	-	-	-	0%	918,952
June	-	-	-	0%	1,148,690
TOTAL	761,608				



Other Taxes					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	-	-	-	0%	-
August	200,438	200,438	(200,438)	10%	-
September	68,055	268,493	(268,493)	14%	-
October	91,282	359,775	(262,595)	19%	97,180
November	82,870	442,645	(248,285)	23%	194,360
December	51,950	494,595	(138,269)	25%	356,326
January	286,222	780,817	(3,378)	40%	777,439
February	81,639	862,456	12,164	44%	874,619
March	54,857	917,313	151,666	47%	1,068,979
April	-	-	-	0%	1,360,519
May	-	-	-	0%	1,554,878
June	-	-	-	0%	1,943,598
TOTAL	917,313				



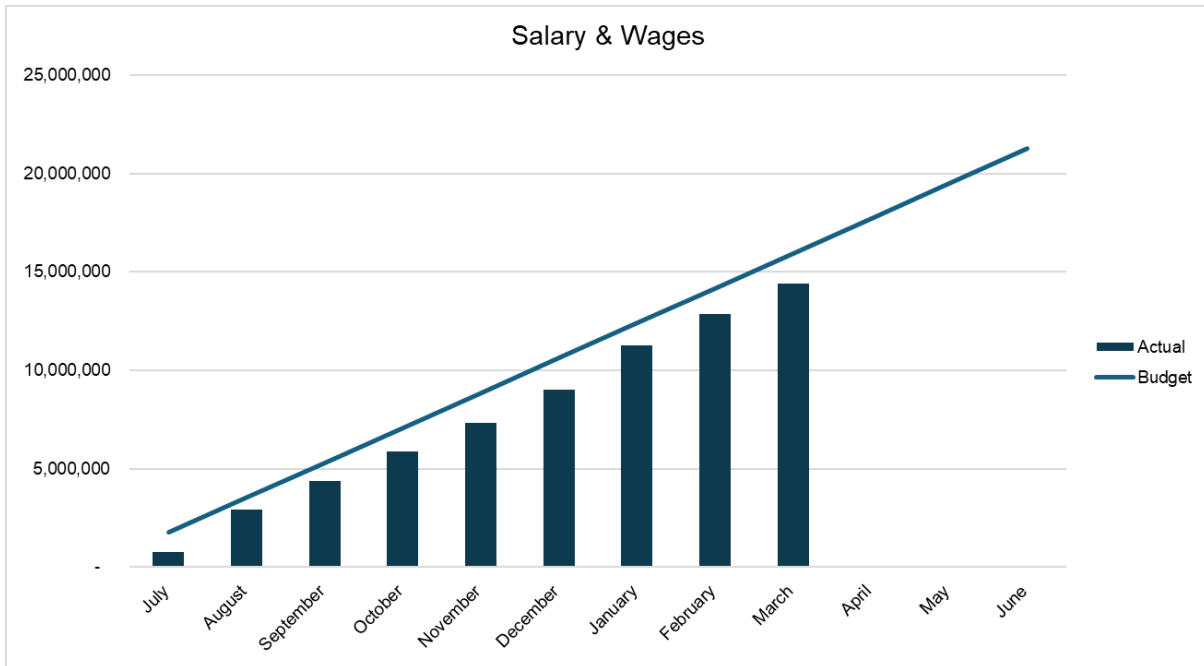
Other Revenue					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	9,203	9,203	(9,203)	1%	-
August	20,426	29,629	(29,629)	2%	-
September	9,097	38,726	(38,726)	2%	-
October	27,900	66,626	23,753	4%	90,379
November	17,789	84,415	96,343	5%	180,757
December	600,731	685,145	(353,757)	38%	331,388
January	114,832	799,978	(76,948)	44%	723,029
February	119,148	907,126	(93,718)	50%	813,408
March	116,824	1,023,950	(29,785)	57%	994,165
April	-	-	-	0%	1,265,301
May	-	-	-	0%	1,446,058
June	-	-	-	0%	1,807,573
TOTAL	1,035,950				

I. EXPENSES BY CATEGORY¹

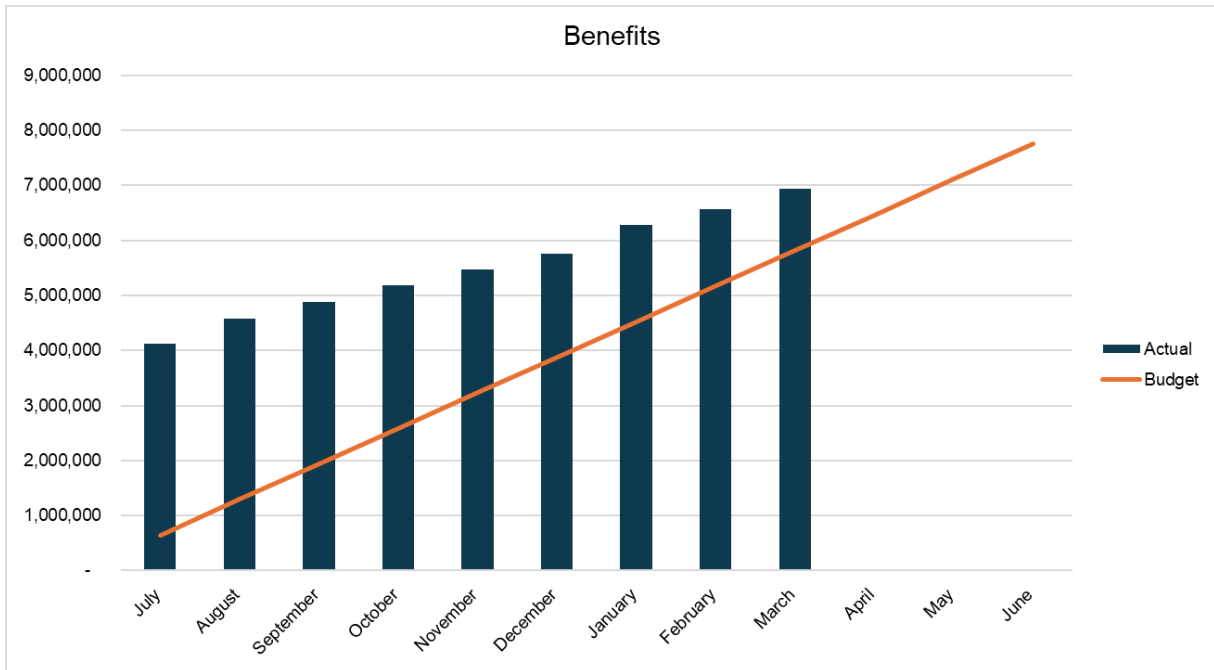
ADOPTED BUDGET BY CATEGORY	
FY 2025-2026	
Category	Adopted Budget
Salaries & Wages	21,251,246
Benefits	7,757,857
Operating Expenses	13,032,481
Capital Outlay	435,050
Other Expenses	2,039
Transfers	846,340
Total	43,325,013

ACTUAL BY PERIOD										
Category	July	August	September	October	November	December	January	February	March	
Salaries & Wages	791,166	2,137,814	1,467,291	1,458,323	1,497,844	1,686,552	2,250,326	1,565,131	1,561,263	
Benefits	4,121,272	451,936	307,128	313,595	271,140	300,548	518,142	292,618	369,525	
Operating Expenses	498,896	677,029	1,138,667	1,099,886	722,253	916,412	1,177,251	985,520	1,122,987	
Capital Outlay	-	1,203	8,010	19,539	1,512	20,475	5,754	4,444	9,591	
Other Expenses	-	-	-	-	-	-	-	-	-	
Transfers	-	-	-	-	-	45,469	-	-	-	
Total	5,411,334	3,267,981	2,921,095	2,891,343	2,492,749	2,969,455	3,951,473	2,847,712	3,063,366	
YEAR TO DATE ACTUAL										
Department	July	August	September	October	November	December	January	February	March	
Salaries & Wages	791,166	2,928,980	4,396,271	5,854,593	7,352,437	9,038,989	11,289,315	12,854,446	14,415,709.16	
Benefits	4,121,272	4,573,208	4,880,335	5,193,931	5,465,071	5,765,619	6,283,760	6,576,378	6,945,903	
Operating Expenses	498,896	1,175,925	2,314,592	3,414,478	4,136,731	5,053,143	6,230,393	7,238,150	8,361,020	
Capital Outlay	-	1,203	9,212	28,751	30,263	50,738	56,492	60,860	70,451	
Other Expenses	-	-	-	-	-	-	-	-	-	
Transfers	-	-	-	-	-	45,469	45,469	45,469	45,469	
Total	5,411,334	8,679,315	11,600,411	14,491,753	16,984,502	19,953,957	23,905,430	26,775,303	29,838,552	

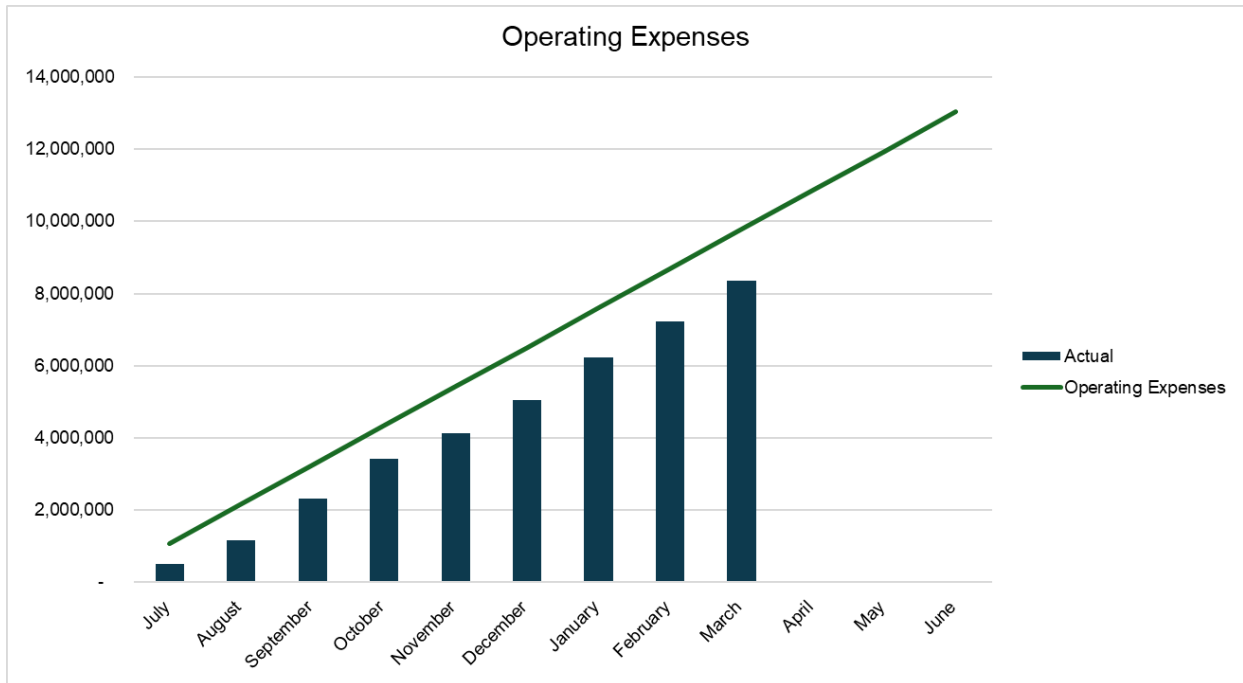
¹ Charts and tables for categories that have no data have been excluded from this report.



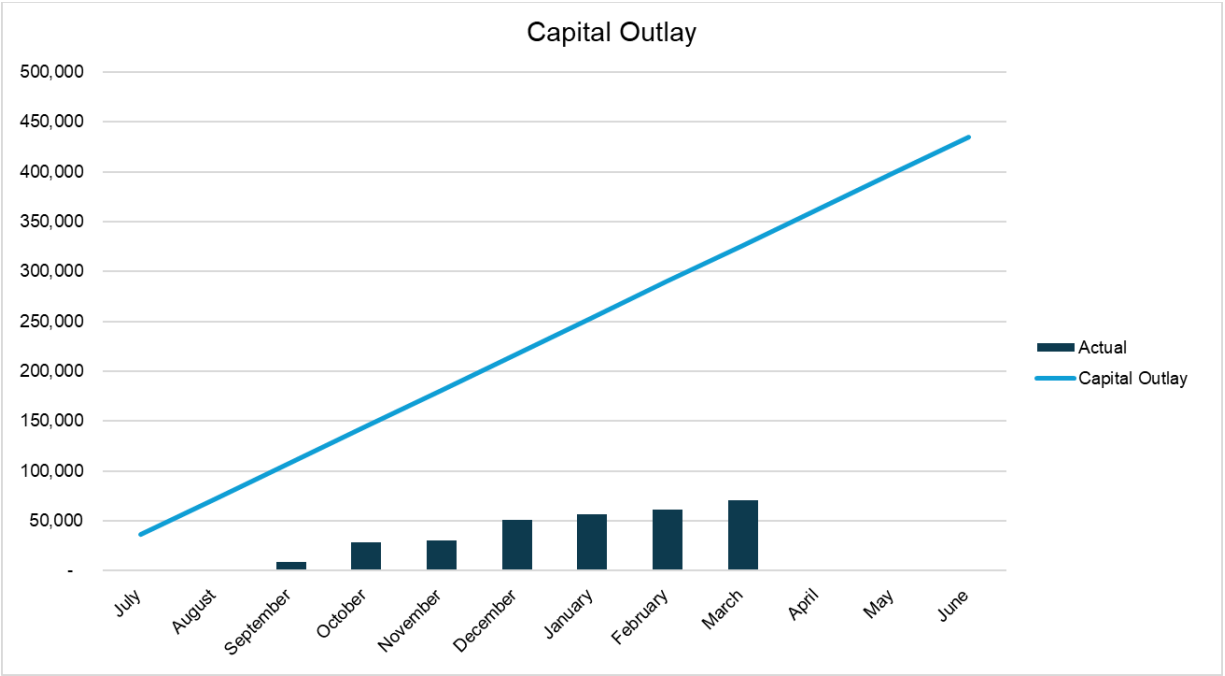
Salary & Wages					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	791,166	791,166	979,771	4%	1,770,937
August	2,137,814	2,928,980	612,895	14%	3,541,874
September	1,467,291	4,396,271	916,541	21%	5,312,811
October	1,458,323	5,854,593	1,229,155	28%	7,083,749
November	1,497,844	7,352,437	1,502,249	35%	8,854,686
December	1,686,552	9,038,989	1,586,634	43%	10,625,623
January	2,250,326	11,289,315	1,107,245	53%	12,396,560
February	1,565,131	12,854,446	1,313,051	60%	14,167,497
March	1,561,263	14,415,709	1,522,725	68%	15,938,434
April	-	-	-	0%	17,709,372
May	-	-	-	0%	19,480,309
June	-	-	-	0%	21,251,246
TOTAL	14,415,709				



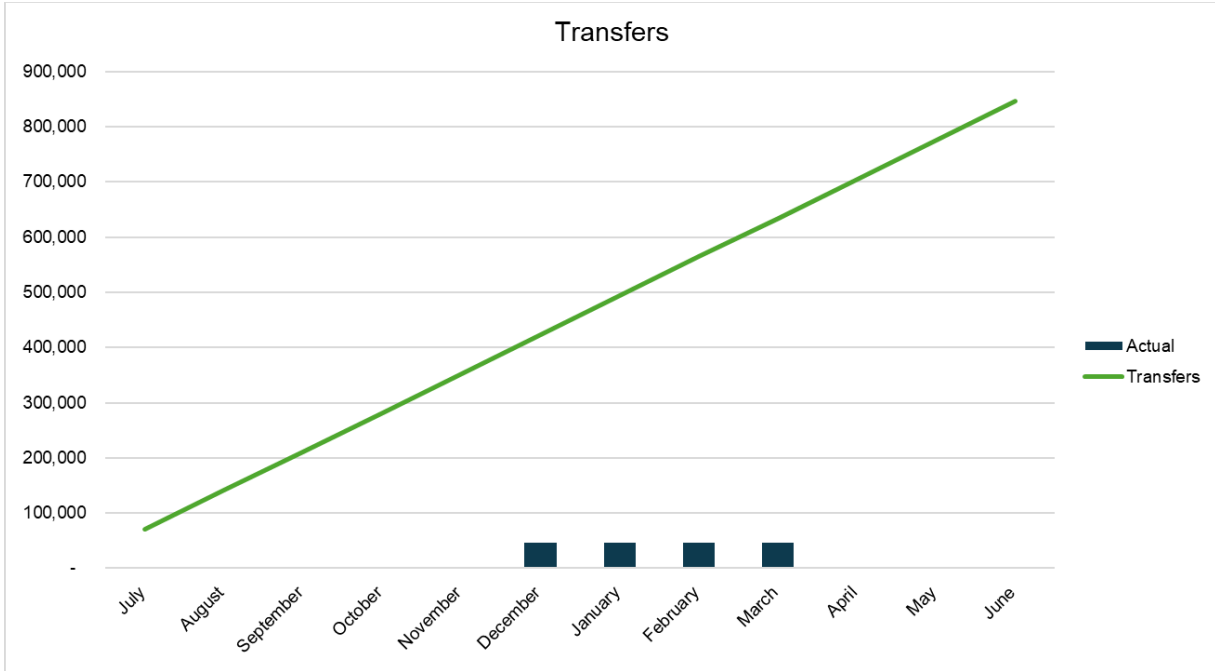
Benefits					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	4,121,272	4,121,272	(3,474,784)	53%	646,488
August	451,936	4,573,208	(3,280,232)	59%	1,292,976
September	307,128	4,880,335	(2,940,871)	63%	1,939,464
October	313,595	5,193,931	(2,607,979)	67%	2,585,952
November	271,140	5,465,071	(2,232,631)	70%	3,232,440
December	300,548	5,765,619	(1,886,690)	74%	3,878,929
January	518,142	6,283,760	(1,758,344)	81%	4,525,417
February	292,618	6,576,378	(1,404,474)	85%	5,171,905
March	369,525	6,945,903	(1,127,510)	90%	5,818,393
April	-	-	-	0%	6,464,881
May	-	-	-	0%	7,111,369
June	-	-	-	0%	7,757,857
TOTAL	6,945,903				



Operating Expenses					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	498,896	498,896	587,144	4%	1,086,040
August	677,029	1,175,925	996,155	9%	2,172,080
September	1,138,667	2,314,592	943,528	18%	3,258,120
October	1,099,886	3,414,478	929,682	26%	4,344,160
November	722,253	4,136,731	1,293,470	32%	5,430,200
December	916,412	5,053,143	1,463,098	39%	6,516,241
January	1,177,251	6,230,393	1,371,887	48%	7,602,281
February	985,520	7,238,150	1,450,171	56%	8,688,321
March	1,122,987	8,361,020	1,413,341	64%	9,774,361
April	-	-	-	0%	10,860,401
May	-	-	-	0%	11,946,441
June	-	-	-	0%	13,032,481
TOTAL	8,338,900				



Capital Outlay					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	-	-	36,254	0%	36,254
August	1,203	1,203	71,306	0%	72,508
September	8,010	9,212	99,550	2%	108,763
October	19,539	28,751	116,265	7%	145,017
November	1,512	30,263	151,007	7%	181,271
December	20,475	50,738	166,787	12%	217,525
January	5,754	56,492	197,287	13%	253,779
February	4,444	60,860	229,174	14%	290,033
March	9,591	70,451	255,837	16%	326,288
April	-	-	-	0%	362,542
May	-	-	-	0%	398,796
June	-	-	-	0%	435,050
TOTAL	70,528				



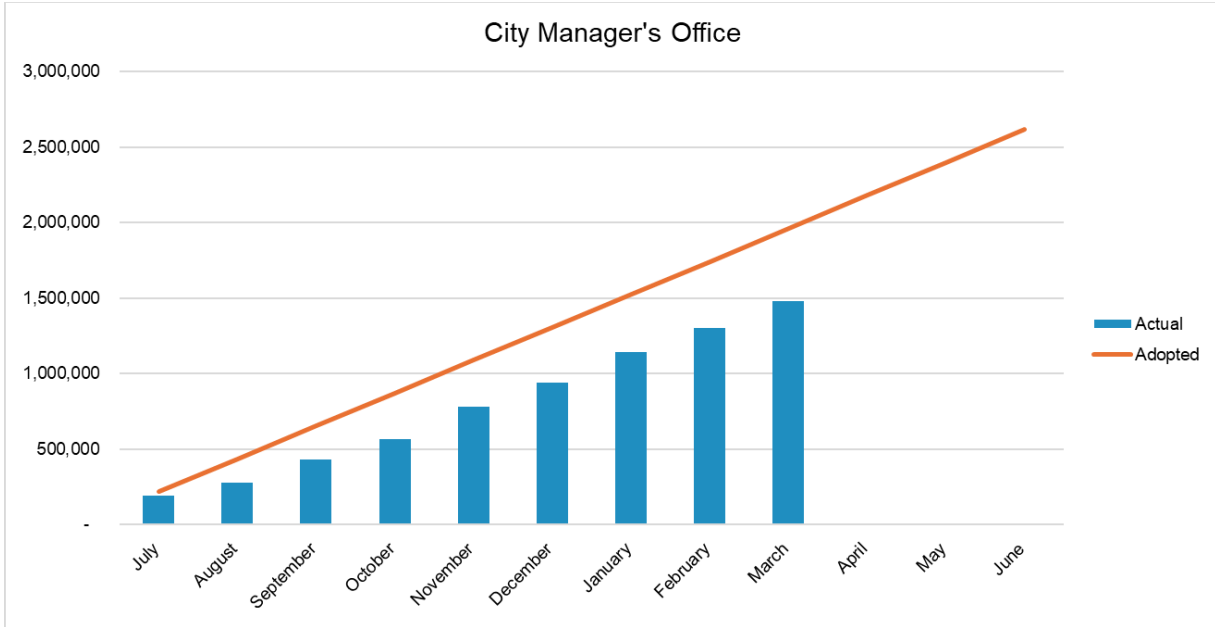
Transfers					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	-	-	70,528	0%	70,528
August	-	-	141,057	0%	141,057
September	-	-	211,585	0%	211,585
October	-	-	282,113	0%	282,113
November	-	-	352,642	0%	352,642
December	45,469	45,469	377,701	5%	423,170
January	-	45,469	448,229	5%	493,698
February	-	45,469	518,758	5%	564,227
March	-	45,469	589,286	5%	634,755
April	-	-	-	0%	705,283
May	-	-	-	0%	775,812
June	-	-	-	0%	846,340
TOTAL	45,469				

II. EXPENSES BY DEPARTMENT²

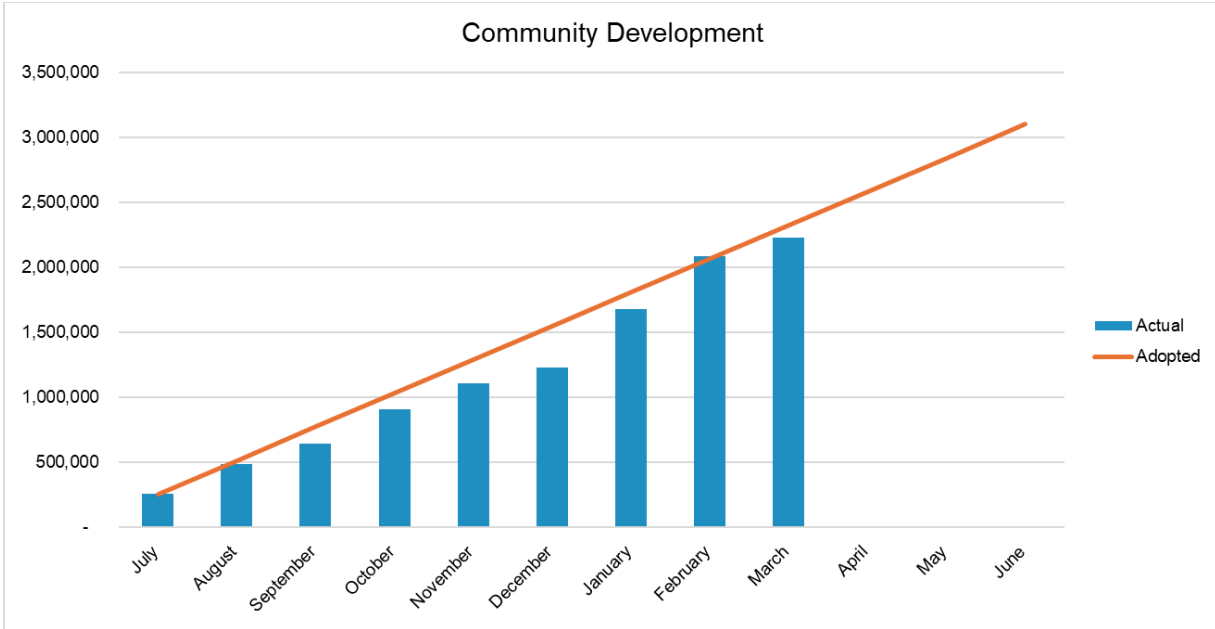
ADOPTED BUDGET	
Department	FY 2025-2026 Total Adopted
City Council	148,444
City Manager's Office	2,616,104
City Treasurer	9,835
Community Development	3,098,239
Community Services	2,183,925
Finance	7,429,406
Fire	7,732,501
Human Resources	-
Library	2,486,768
Police	13,222,090
Public Works	3,551,361
Transfers	846,340
Total	43,325,013

ACTUAL BY PERIOD										
Department	July	August	September	October	November	December	January	February	March	
City Manager's Office	191,604	86,937	153,983	135,854	213,764	157,144	204,571	183,407	175,847	
Community Development	260,805	228,583	155,570	266,779	196,792	121,252	448,560	406,697	142,854	
Community Services	215,380	183,538	140,655	108,286	99,752	102,711	118,599	109,325	109,592	
Finance	261,638	523,058	758,923	254,773	229,238	744,977	458,519	272,154	581,343	
Fire	1,384,574	615,519	497,241	446,065	426,208	478,397	747,935	475,877	465,225	
Human Resources	-	-	-	358,633	18,551	25,081	65,725	39,742	28,851	
Library	325,329	281,581	127,821	176,192	165,343	166,615	239,584	169,076	197,187	
Police	2,558,016	1,099,260	841,516	844,081	840,817	903,993	1,264,842	903,717	1,002,267	
Public Works	217,312	230,873	229,701	273,848	299,500	218,643	369,768	272,451	342,664	
Total	5,414,659	3,249,351	2,905,411	2,864,509	2,489,966	2,918,812	3,918,102.56	272,450.62	3,045,828.95	
YEAR TO DATE ACTUALS										
Department	July	August	September	October	November	December	January	February	March	
City Manager's Office	191,604	278,541	432,524	568,378	782,142	939,286	1,143,780	1,301,917	1,477,763.86	
Community Development	260,805	489,388	644,959	911,737	1,108,529	1,229,781	1,678,341	2,085,038	2,227,891.98	
Community Services	215,380	398,918	539,573	647,859	747,611	850,322	968,921	1,078,246	1,187,837.50	
Finance	261,638	784,696	1,543,619	1,798,392	2,027,630	2,772,607	3,231,126	3,503,280	4,084,606.11	
Fire	1,384,574	2,000,094	2,497,335	2,943,400	3,369,608	3,848,004	4,595,940	5,071,816	5,537,041.89	
Human Resources	-	-	-	358,633	377,184	402,265	467,990	507,732	536,582.51	
Library	325,329	606,910	734,731	910,923	1,076,266	1,242,881	1,482,465	1,651,541	1,848,727.87	
Police	2,558,016	3,657,277	4,498,793	5,342,873	6,183,691	7,087,683	8,352,526	9,256,243	10,258,509.18	
Public Works	217,312	448,185	677,886	951,734	1,251,234	1,469,877	1,839,645	2,112,095	2,454,759.64	
TOTAL ACTUALS	5,414,659	8,664,009	11,569,420	14,433,930	16,923,895	19,842,707	23,760,733	26,567,908.59	29,613,720.54	

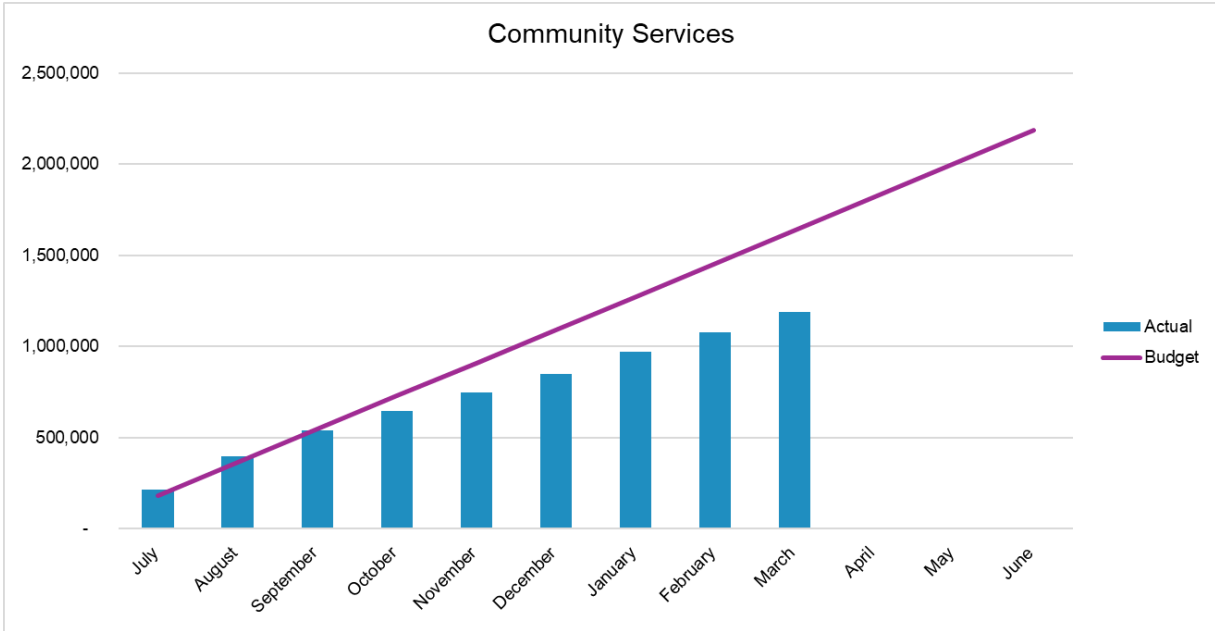
² This report only includes operating departments (i.e., City Manager's Office, Community Development). Transfers will be reflected in section II Expenses by Category.



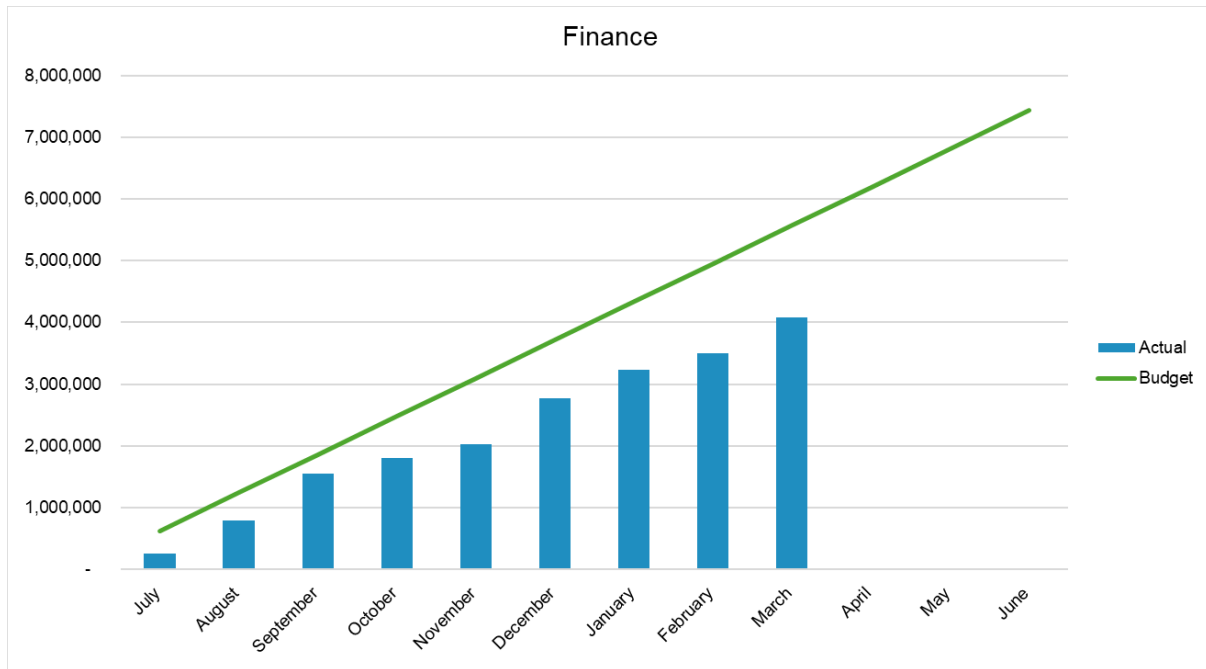
CITY MANAGER'S OFFICE					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	191,604	191,604	26,405	7%	218,009
August	86,937	278,541	157,476	11%	436,017
September	153,983	432,524	221,502	17%	654,026
October	135,854	568,378	303,656	22%	872,035
November	213,764	782,142	307,901	30%	1,090,043
December	157,144	939,286	368,766	36%	1,308,052
January	204,571	1,143,780	382,280	44%	1,526,060
February	183,407	1,301,917	442,152	50%	1,744,069
March	175,847	1,477,764	484,314	56%	1,962,078
April	-	-	-	0%	2,180,086
May	-	-	-	0%	2,398,095
June	-	-	-	0%	2,616,104
TOTALS	1,503,110				



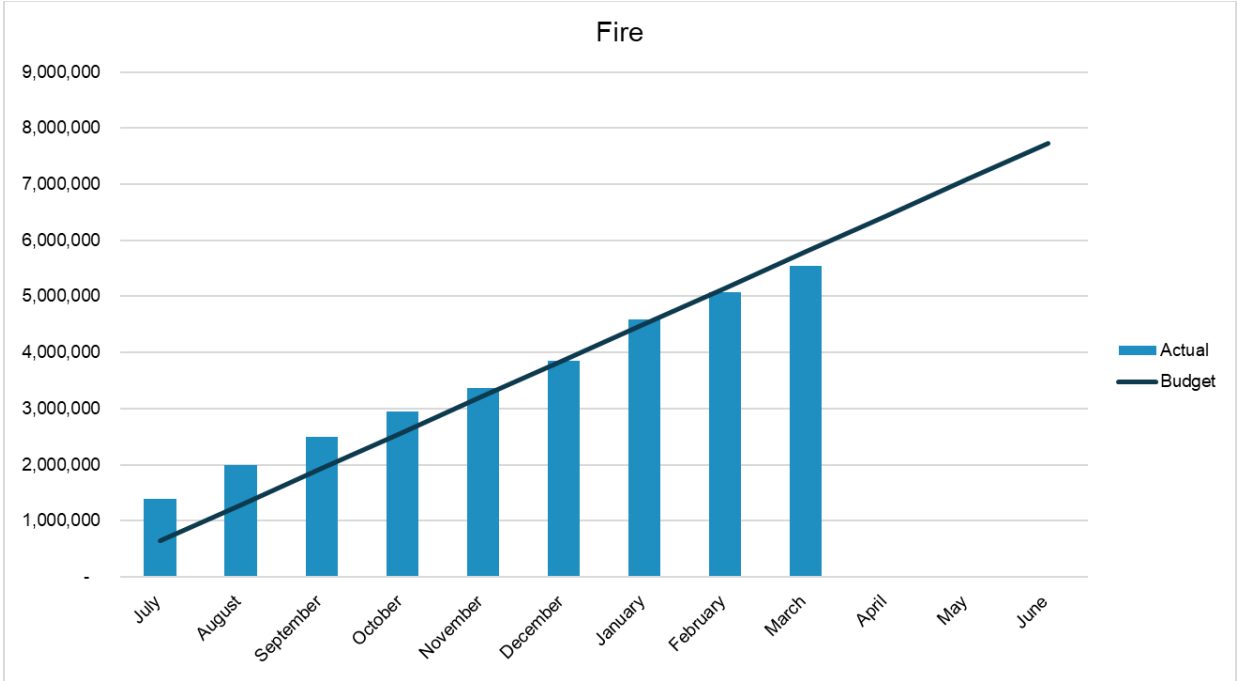
COMMUNITY DEVELOPMENT					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	260,805	260,805	(2,618)	8%	258,187
August	228,583	489,388	26,985	16%	516,373
September	155,570	644,959	129,601	21%	774,560
October	266,779	911,737	121,009	29%	1,032,746
November	196,792	1,108,529	182,404	36%	1,290,933
December	121,252	1,229,781	319,338	40%	1,549,119
January	448,560	1,678,341	128,964	54%	1,807,306
February	406,697	2,085,038	(19,546)	67%	2,065,492
March	142,854	2,227,892	95,787	72%	2,323,679
April	-	-	-	0%	2,581,866
May	-	-	-	0%	2,840,052
June	-	-	-	0%	3,098,239
TOTAL	2,227,892				



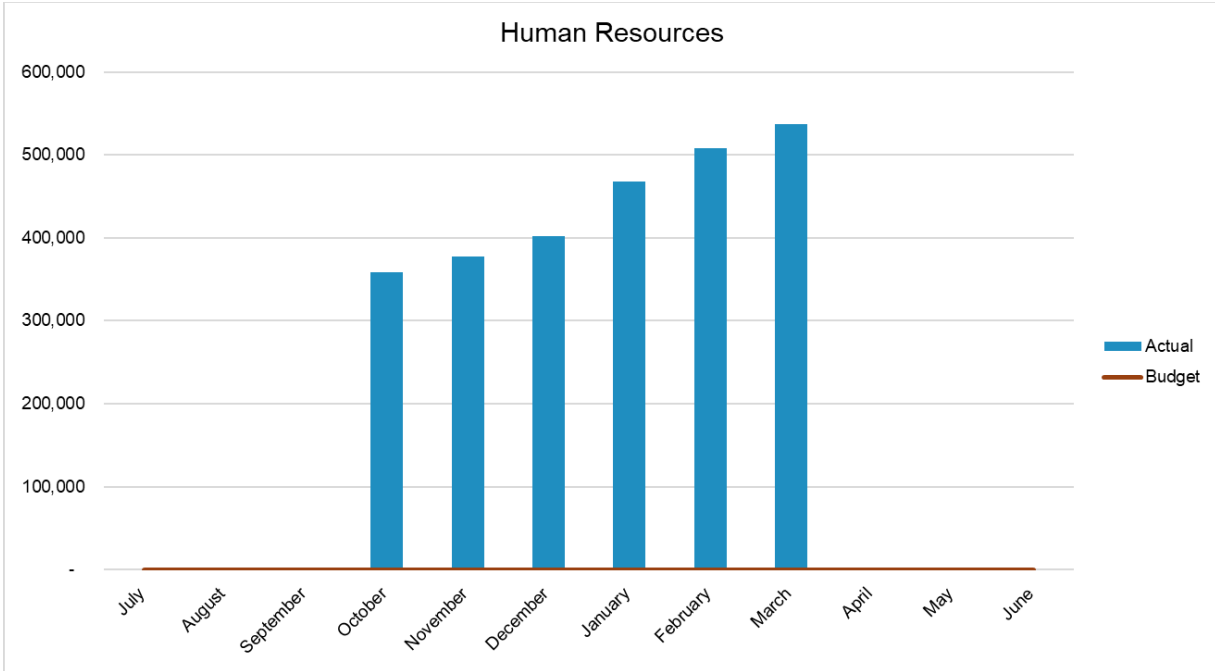
COMMUNITY SERVICES					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	215,380	215,380.30	(33,386.53)	10%	181,994
August	183,538	398,918	(34,930)	18%	363,988
September	140,655	539,573	6,408	25%	545,981
October	108,286	647,859	80,116	30%	727,975
November	99,752	747,611	162,358	34%	909,969
December	102,711	850,322	241,641	39%	1,091,963
January	118,599	968,921	305,036	44%	1,273,956
February	109,325	1,078,246	377,704	49%	1,455,950
March	109,592	1,187,838	450,106	54%	1,637,944
April	-	-	-	0%	1,819,938
May	-	-	-	0%	2,001,932
June	-	-	-	0%	2,183,925
TOTAL	1,187,838				



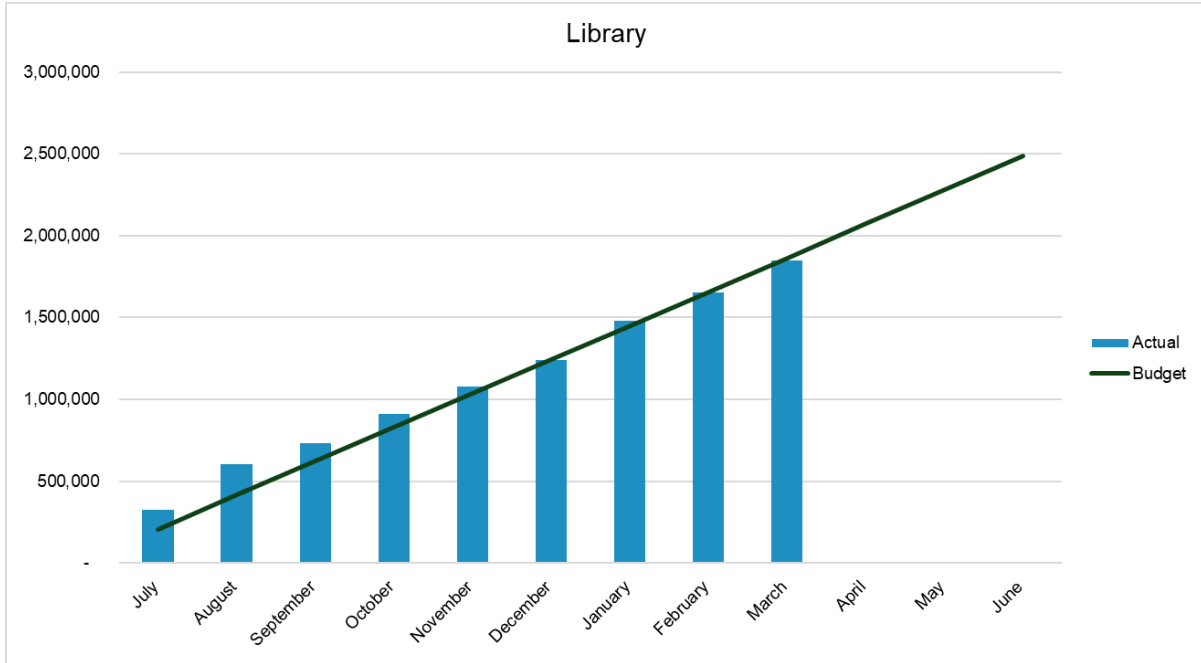
FINANCE					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	261,638	261,638	357,479	4%	619,117
August	523,058	784,696	453,538	11%	1,238,234
September	758,923	1,543,619	313,732	21%	1,857,351
October	254,773	1,798,392	678,077	24%	2,476,469
November	229,238	2,027,630	1,067,956	27%	3,095,586
December	744,977	2,772,607	942,096	37%	3,714,703
January	458,519	3,231,126	1,102,694	43%	4,333,820
February	272,154	3,503,280	1,449,657	47%	4,952,937
March	581,343	4,084,606	1,487,448	55%	5,572,054
April	-	-	-	0%	6,191,172
May	-	-	-	0%	6,810,289
June	-	-	-	0%	7,429,406
TOTAL	4,084,623				



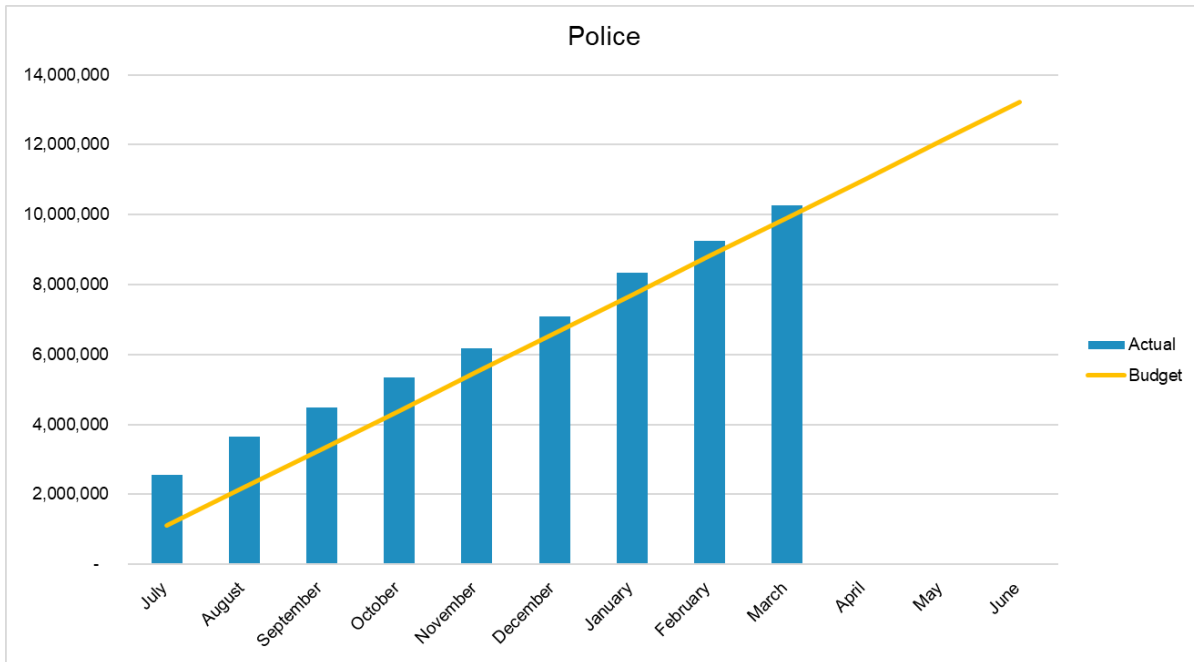
FIRE					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	1,384,574	1,384,574	(740,199)	18%	644,375
August	615,519	2,000,094	(711,344)	26%	1,288,750
September	497,241	2,497,335	(564,210)	32%	1,933,125
October	446,065	2,943,400	(365,899)	38%	2,577,500
November	426,208	3,369,608	(147,732)	44%	3,221,875
December	478,397	3,848,004	18,246	50%	3,866,251
January	747,935	4,595,940	(85,314)	59%	4,510,626
February	475,877	5,071,816	83,184	66%	5,155,001
March	465,225	5,537,042	262,334	72%	5,799,376
April	-	-	-	0%	6,443,751
May	-	-	-	0%	7,088,126
June	-	-	-	0%	7,732,501
TOTAL	5,537,042				



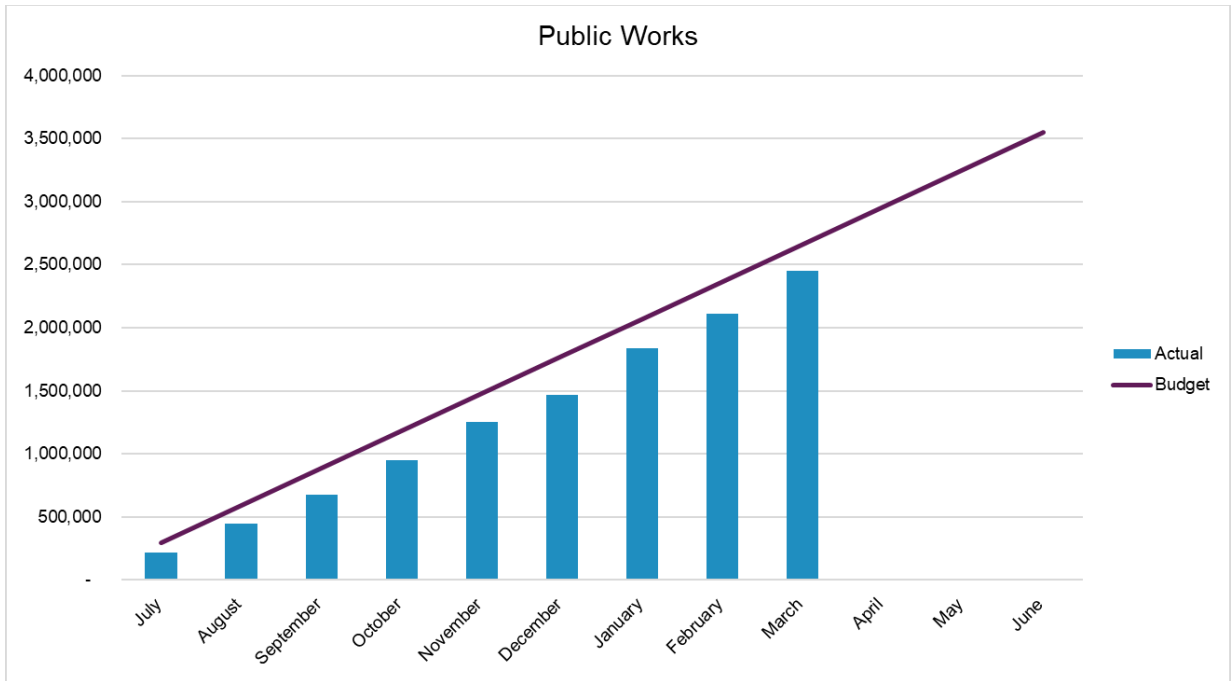
HUMAN RESOURCES					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	-	-	-	0%	-
August	-	-	-	0%	-
September	-	-	-	0%	-
October	358,633	358,633	(358,633)	0%	-
November	18,551	377,184	(377,184)	0%	-
December	25,081	402,265	(402,265)	0%	-
January	65,725	467,990	(467,990)	0%	-
February	39,742	507,732	(507,732)	0%	-
March	28,851	536,583	(536,583)	0%	-
April	-	-	-	0%	-
May	-	-	-	0%	-
June	-	-	-	0%	-
TOTAL	536,583				



LIBRARY					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	325,329	325,329	(118,098)	13%	207,231
August	281,581	606,910	(192,449)	24%	414,461
September	127,821	734,731	(113,039)	30%	621,692
October	176,192	910,923	(82,000)	37%	828,923
November	165,343	1,076,266	(40,113)	43%	1,036,153
December	166,615	1,242,881	503	50%	1,243,384
January	239,584	1,482,465	(31,850)	60%	1,450,615
February	169,076	1,651,541	6,304	66%	1,657,845
March	197,187	1,848,728	16,348	74%	1,865,076
April	-	-	-	0%	2,072,306
May	-	-	-	0%	2,279,537
June	-	-	-	0%	2,486,768
TOTAL	1,848,728				



POLICE					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	2,558,016	2,558,016	(1,456,175)	19%	1,101,841
August	1,099,260	3,657,277	(1,453,595)	28%	2,203,682
September	841,516	4,498,793	(1,193,270)	34%	3,305,522
October	844,081	5,342,873	(935,510)	40%	4,407,363
November	840,817	6,183,691	(674,486)	47%	5,509,204
December	903,993	7,087,683	(476,638)	54%	6,611,045
January	1,264,842	8,352,526	(639,640)	63%	7,712,886
February	903,717	9,256,243	(441,516)	70%	8,814,727
March	1,002,267	10,258,509	(341,942)	78%	9,916,567
April	-	-	-	0%	11,018,408
May	-	-	-	0%	12,120,249
June	-	-	-	0%	13,222,090
TOTAL	10,258,509				



PUBLIC WORKS					
Month	Period Actual	YTD Actual	Variance YTD and Adopted	% YTD to FY Adopted Total	Adopted Budget
July	217,312	217,312	78,635	6%	295,947
August	230,873	448,185	143,708	13%	591,894
September	229,701	677,886	209,954	19%	887,840
October	273,848	951,734	232,053	27%	1,183,787
November	299,500	1,251,234	228,500	35%	1,479,734
December	218,643	1,469,877	305,804	41%	1,775,681
January	369,768	1,839,645	231,983	52%	2,071,627
February	272,451	2,112,095	255,479	59%	2,367,574
March	342,664	2,454,760	208,761	69%	2,663,521
April	-	-	-	0%	2,959,468
May	-	-	-	0%	3,255,414
June	-	-	-	0%	3,551,361
TOTAL	2,454,760				



Finance Commission Agenda Report

ITEM NO. 5

DATE: May 14, 2026

FROM: Nick Kimball, Assistant City Manager/CFO

SUBJECT: **Presentation of Fiscal Year 2026-2027 Proposed Budget**

Recommendation

It is recommended that the Commission:

- a) Receive a presentation from staff regarding the Fiscal Year (FY) 2026-2027 Proposed Budget;
- b) Review and discuss the Proposed Budget; and
- c) Provide feedback to City staff prior to the City Council Budget Study Sessions.

Background

On November 20, 2025, the Finance Commission review and provided feedback on the updated Economic Outlook for 2026. This represented the kickoff of the FY 2026-2027 Budget Process as the economic outlook provides context for the financial assumptions and policy decisions that shape the Proposed Budget.

On November 20, 2025, the Finance Commission reviewed and provided feedback on the City's Financial Policies and recommended approval of updates recommended by City staff, which were subsequently adopted by City Council on January 20, 2026. An annual review of the City's Financial Policies is part of the annual budget process.

On January 21, 2026, the City Council and Finance Commission held a joint study session to review the Annual Comprehensive Financial Report (ACFR) for Fiscal Year ending June 30, 2025. The ACFR establishes beginning balances for each fund, which is critical to having a full picture of the resources available to fund City Council priorities in the upcoming fiscal year.

On February 25, 2026, City Council held a study session to develop priorities for FY 2026-27. City Council maintained the existing priorities set in 2025, which were organized into the following categories: 1) Finance, 2) Infrastructure, 3) Housing, 4) Governance, and 5) Operational Efficiencies. In addition to carryover priorities, City Council added initiation of an Urban Forrest Management Plan and evaluation of Community Service Department programming as Work Plan items for FY 2026-2027.

From January through April 2026, the Finance Department has been working with each operating department and the City Manager to develop proposed budget resource allocations that fund City operations, departmental work plans, and City Council priorities.

Analysis

The FY 2026-2027 City Manager's Proposed Budget is themed "Path to Sustainability" and reflects an organizational commitment to confront the City's most significant financial structural concerns, modernize operations, strengthen the resident experience, prepare for the budgetary effects of development, and establish a credible long-term plan to address critical infrastructure needs. Building on the FY 2025-2026 work to stabilize operations and restore financial reporting, the Proposed Budget advances that foundation toward aligning structural operating costs with recurring revenues and establishing the dedicated reserves the City needs for long-term stability.

Developing this budget required difficult decisions. The City entered the cycle facing three significant cost pressures: 1) compensation adjustments under recently ratified labor agreements, 2) a substantial increase in internal service charges not previously built into departmental operating budgets, and 3) the deteriorating condition of the City's streets and sidewalks. To absorb these pressures within available revenues, departments identified operating efficiencies, pursued revenue enhancement opportunities, and ultimately applied an additional 7% reduction to operating expenditures in order to balance the budget.

The Proposed General Fund Budget is balanced, with \$45,732,333 in projected revenues; \$45,731,949 in proposed operating expenditures, plus \$180,000 to fund the November 2026 election and \$2,960,000 in one-time reserve transfers for total expenditures of \$48,871,949. After the proposed transfers, the projected ending unassigned General Fund reserve is approximately \$15.84 million, equal to 34% of operating expenditures and approximately \$4.4 million above the 25% minimum reserve required by Council policy. Of the available reserve, \$1.5 million is recommended as Designated for Fiscal Findings to absorb anticipated cleanup adjustments related to fund balances, audit findings, and disallowed grant expenditures.

Consistent with the budget theme, the Proposed Budget directs resources to four focus areas.

1. *Confronting the City's Largest Financial Exposures* provides \$3.72 million in one-time seed funding from General Fund reserves and the Arroyo Seco Golf Course Fund to establish the Self-Insurance, Facility Maintenance, and Vehicle Replacement Funds, supported on an ongoing basis by recurring internal service charges.

Presentation of Fiscal Year 2026-2027 Proposed Budget

May 14, 2026

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2. *Strengthening Customer Service and Responsiveness* launches the Customer Success Center, a centralized intake operation supported by a Salesforce-based case management platform, with no net increase to citywide headcount.
3. *Preparing for the Budgetary Effects of Development* initiates a comprehensive update of the City's Development Impact Fees and evaluates alternate financing mechanisms to equitably recover growth-related costs.
4. *Addressing Critical Infrastructure Needs* commits to returning to Council in FY 2026-2027 with a long-term financing plan for streets and sidewalks rehabilitation, addressing a Pavement Condition Index of 54 that is projected to continue declining absent additional investment.

Beyond the General Fund, the Proposed Budget continues active financial management initiatives across the City's Enterprise, Special Revenue, and Internal Service Funds, including the Water and Sewer rate study, Water Fund debt management, reinstated utility collections enforcement, the Arroyo Seco Golf Course public-private partnership, and resolution of negative special revenue fund balances. Together, these actions reflect a deliberate, disciplined approach to building a more stable financial future for the City and the community it serves.

The Proposed Budget Calendar schedule is outlined as follows:

- Monday, May 18, 2026: Community Budget Meeting (City Council Chambers)
Community presentation of the Proposed Budget to receive feedback from the community prior to City Council Budget adoption.
- Wednesday, May 20, 2026: City Council Budget Study Session No. 1
Public presentation of the Proposed Budget to City Council.
- Thursday, May 21, 2026: Community Budget Meeting (Library Community Room)
Community presentation of the Proposed Budget to receive feedback from the community prior to City Council Budget adoption.
- Thursday, May 28, 2026: Community Budget Meeting (City Council Chambers)
Community presentation of the Proposed Budget to receive feedback from the community prior to City Council Budget adoption.
- Wednesday, June 3, 2026: City Council Budget Study Session No. 2
Budget Study Session and Capital Improvement Projects Budget

Presentation of Fiscal Year 2026-2027 Proposed Budget

May 14, 2026

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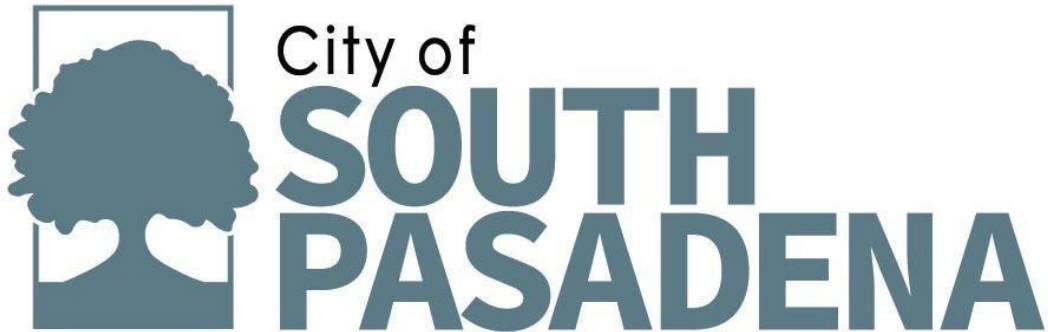
- Wednesday, June 10, 2026: Joint City Council/Finance Commission Budget Study Session
Final review of changes to the proposed budget based on feedback received throughout the budget process.
- Wednesday, June 17, 2026: Regular City Council Meeting
Budget Study Session (if necessary)
Budget adoption

Fiscal Impact

The total Proposed Budget for all funds is approximately \$86.7 million. The Proposed General Fund operating budget is \$45.7 million. In accordance with the City's Budget Policy, the FY 2025-2026 Proposed General Fund Budget represents a balanced budget, with General Fund operating revenues of \$45.7 million and expenditures of \$45.7 million.

Attachments:

1. Introduction Section of the FY 2026-2027 Proposed Budget, including:
 - a. City Manager Budget Message
 - b. Economic Outlook
 - c. 5-year General Fund Forecast
 - d. Proposed Enhancements
 - e. Budget Process
2. FY 2026-2027 Proposed Budget (to be provided under separate cover)



Proposed Budget For the 2026-2027 Fiscal Year

Mayor
Sheila Rossi

Mayor Pro Tempore
Omari Ferguson

Councilmember
Janet Braun

Councilmember
Michael A. Cacciotti

Councilmember
Jon Primuth

City Treasurer
Zhen Tao

City Manager
Todd Hileman

Mission

The City of South Pasadena is committed to providing effective and efficient municipal services for the community while preserving our quality of life and small-town character in a 21st Century environment.

Vision

We are a culturally and economically diverse, and fiercely independent community that cherishes creativity, education, and our small town character, committed to building a more just and environmentally and financially sustainable future.

SECTION I: BUDGET INTRODUCTION

DRAFT

City Manager's Budget Message

Date: May 13, 2026

To: Mayor Sheila Rossi and City Councilmembers

From: Todd Hileman, City Manager

Subject: **Fiscal Year 2026-2027 Proposed Budget Message**

I am pleased to present the City Manager's Proposed Budget for fiscal year (FY) 2026-2027 in accordance with Section 2.18-6(h) of the South Pasadena Municipal Code. The theme of the FY 2026-2027 City Manager's Proposed Budget is "Path to Sustainability." The theme reflects an organizational commitment to address the City's most significant financial structural concerns head-on, modernize the way the City does business, strengthen the resident experience, prepare for the budgetary effects of development, and establish a credible long-term plan to address critical infrastructure needs.

This Proposed Budget builds directly on the foundation laid in FY 2025-2026, when the City focused on stabilizing operations, restoring financial reporting, identifying the threats to the City's finances, and equitably allocating costs across funds. With that foundation in place, the FY 2026-2027 Proposed Budget turns to the next phase of work: aligning structural operating costs with recurring revenues, establishing the dedicated reserves the City needs for long-term stability, and continuing the multi-year financial cleanup of the accounting for CIP projects and financial reporting.

Developing this budget required difficult decisions. The City entered the FY 2026-2027 budget cycle facing three significant cost pressures: 1) accommodating the necessary compensation adjustments under recently ratified labor agreements, 2) operationalizing a substantial increase in internal service charges that had not previously been built into departmental operating budgets, particularly for general liability, workers' compensation, and facility and fleet costs, and 3) developing a capital improvement plan to address the poor condition of the City's streets and sidewalks. To absorb these pressures within available revenues, departments were asked to identify operating efficiencies, pursue revenue enhancement opportunities, and ultimately apply an additional 7% reduction to remaining discretionary General Fund expenditures. The result is a balanced budget that funds the City's ongoing obligations and preserves the unassigned General Fund reserve above policy minimums.

Consistent with the budget theme, the Proposed Budget directs City resources to four focus areas:

1. **Confronting the City's largest financial exposures.** One-time seed funding for the Self-Insurance, Facility Maintenance, and Vehicle Replacement Funds, paired with recurring internal service charges that sustain each fund going forward.

2. **Strengthening customer service and responsiveness.** Launch of the Customer Success Center, a centralized intake operation that consolidates resident service requests across departments and is supported by a Salesforce-based case management platform.
3. **Preparing for the budgetary impacts of development.** Comprehensive updates to the City's Development Impact Fees, and exploring alternate mechanisms for development to pay their "fair share" (such as Enhanced Infrastructure Financing Districts, Community Facilities Districts, etc.), ensuring that growth-related and service-related costs are equitably recovered.
4. **Addressing critical infrastructure needs.** A long-term financing plan for streets and sidewalks rehabilitation, alongside continued direct CIP budgeting in the City's restricted Special Revenue Funds.

Each of these focus areas is described in greater detail below. Together, they reflect a deliberate, disciplined approach to building a more stable financial future for the City and the community we serve.

Budget Development

The "Path to Sustainability" theme was chosen to express the City's commitment to making the often-difficult choices today that protect service delivery and financial integrity over the long term. The Proposed Budget reflects that commitment in three concrete ways: 1) by ensuring that ongoing operating costs are matched to recurring revenues; 2) by making one-time investments that establish reserves in operating areas that the City has historically lacked; and 3) by continuing the multi-year reforms that strengthen financial management and operational performance across funds.

The Proposed Budget has been developed in accordance with the adopted Budget Policy, which is reviewed and adopted annually. Throughout development, staff remained cognizant of City Council goals, community priorities, and organizational needs identified during the prior fiscal year. This Proposed Budget represents a balance of allocating resources to address those priorities while ensuring the long-term viability of the City by limiting expenditures to available revenues.

General Fund Overview

The General Fund is the City's primary operating fund and serves as the financial backbone for delivering essential public services. Its main function is to account for revenues that are not legally restricted for specific purposes, such as property tax, sales tax, utility users tax, and user fees. These revenues fund core services like public safety, parks, public works, and general administration. A healthy General Fund is essential for fiscal stability, operational sustainability, and the ability to respond to emergencies or unforeseen needs.

In accordance with the City's Budget Policy, the Proposed General Fund Budget represents a balanced operating budget, with \$45,732,333 in projected revenues and \$45,911,949 in proposed operating expenditures; as well as \$2,960,000 in proposed reserve transfers for total expenditures of \$48,871,949. The proposed use of General Fund fund balance (\$180,000) is to pay for the City's November 2026 general election costs with three (3) elected positions being presented to

voters¹. After the proposed one-time transfers to seed three internal service funds, the projected ending unassigned General Fund reserve is approximately \$15.84 million, equal to 34% of operating expenditures and approximately \$4.4 million above the 25% minimum reserve required by Council policy. Additional information regarding the General Fund reserve is included in the General Fund Reserve Analysis section of this Budget Message.

General Fund Revenue

The total projected General Fund revenue for FY 2026-2027 is \$45,732,333. This represents an increase of approximately 1.5% from the adjusted FY 2025-2026 revenues, which were increased by approximately \$1.3 million at mid-year due to increased development permit related revenues. Revenue growth is driven primarily by continued steady growth in property tax and vehicle license fee revenue as well as modest gains in sales tax and other tax categories tied to local economic activity.

The table below summarizes the City’s major revenue sources and total projected revenue:

Revenue Category	Projected FY 2026-27 Revenue	% Change	Amended FY 2025-26
Property Taxes	\$18,250,000	5.0%	\$17,377,356
Sales Taxes	6,153,100	10.6%	5,562,209
Intergovernmental (VLF)	4,882,250	1.3%	4,817,619
Utility Users Tax	4,757,100	4.7%	4,544,810
Charges for Services	3,921,398	(16.9%)	4,717,868
All Other Sources	7,768,485	(3.2%)	8,029,062
TOTAL	\$45,732,333	1.5%	\$45,048,924

A more detailed economic outlook and forecasting methodology that inform the underlying revenue projections are included after this Budget Message.

General Fund Expenditures

The total projected General Fund operating expenditures for FY 2026-2027 are \$45,911,949 with an additional \$2,960,000 in proposed reserve transfers for total expenditures of \$48,871,949. The Proposed Budget reflects two significant cost increases that drive the year-over-year change: compensation adjustments under recently ratified labor agreements, and the inclusion of internal service charges that had not previously been built into departmental operating budgets, specifically for general liability, workers’ compensation, facility maintenance, and vehicle replacement. To absorb these increases within available revenues, departments identified operating efficiencies and revenue enhancement opportunities and absorbed an additional 7% reduction to remaining discretionary expenditures.

¹ Election cost estimate from the County of Los Angeles. Actual costs will be determined after the election and savings will be returned to the General Fund reserve.

The table below summarizes the City's expenditures by category:

Expenditure Category	Estimated FY 2026-27 Expense	% Change	Amended FY 2025-26
Personnel	\$31,202,247	3.4%	\$30,162,465
Operating Expense	13,876,436	(2.5%)	14,229,050
Capital Outlay	--	0%	--
Transfers & Other Expenses	833,266	(1.5%)	846,340
Operating Sub-total:	\$45,911,949	1.5%	\$45,237,855
Reserve Transfers	2,960,000		--
TOTAL:	\$48,871,949		\$45,237,855

Recommended General Fund Enhancements

Notwithstanding the constrained budget environment, the Proposed Budget includes a limited number of operationally critical enhancements. Each was reviewed against available resources and prioritized based on direct service impact, regulatory or public safety necessity, and one-time versus ongoing fiscal effect:

- a) City Clerk – November 2026 Election Costs (\$180,000, one-time): Funds the City's share of LA County Registrar-Recorder ballot, notification, and election administration costs, funded one-time from General Fund reserves. Actual costs will be determined by the LACRR after the election and savings will be returned to the General Fund reserve.
- b) Finance – Accounts Payable Support (\$62,000, one-time): Provides professional services to support timely AP processing, reconciliation of major revenue streams, and continued progress on financial reporting catch-up. Cost is allocated equally between the General Fund and the Water Fund. Extension of contract AP services was necessary to continue operations uninterrupted during implementation of the Springbrook upgrade and throughout the staff training period. AP duties will be transitioned to Finance staff during the upcoming fiscal year.
- c) Fire – SPFD Accreditation (\$66,000, one-time): Funds efforts to achieve accreditation by the Commission on Fire Accreditation International (CFAI) through development of a community risk analysis, standards of cover, and strategic plan necessary to apply for accreditation and provide a blueprint on how to best serve the community in the future.
- d) Police – Crossing Guard Services (\$35,000, ongoing): Funds the increase in the City's contract crossing guard services agreement.
- e) Public Works – Replacement Forklift (\$50,000 total; \$5,000 GF, one-time): Replaces an out-of-service forklift critical to receiving and yard operations. Cost is shared across General Fund, Streets, and Sewer.

NOTE: The Capital Projects and Facilities budgets are being held constant to clear the current backlog of projects out of the pipeline, which has enabled staff to reconcile all funding sources with greater confidence.

Focus Area 1: Confronting the City's Largest Financial Exposures

A central feature of the FY 2026-2027 Proposed Budget is one-time seed funding for three internal service funds the City has historically lacked or underfunded. General liability and workers' compensation exposure, deferred facility maintenance, and an aging vehicle fleet represent the City's most material financial risks outside of long-term pension obligations. Together, these one-time transfers establish the reserve infrastructure the City needs to manage risk, maintain its facilities, and replace its fleet on a planned, sustainable basis going forward.

- *Self-Insurance Fund (\$2,135,000 from General Fund reserves; \$360,000 from the Arroyo Seco Golf Course Fund):* Establishes an initial reserve for general liability and workers' compensation claims at 50% of the 75% confidence-level actuarial estimate, addressing a long-standing underfunding of self-insured retentions and claims exposure.
- *Facility Maintenance Fund (\$575,000 from General Fund reserves; \$200,000 from the Arroyo Seco Golf Course Fund):* Establishes a capital reserve for emergency repairs equal to 50% of the Facilities Division operating budget, providing a dedicated source of funds for unanticipated facility needs.
- *Vehicle Replacement Fund (\$250,000 from General Fund reserves; \$200,000 from the Arroyo Seco Golf Course Fund):* Establishes a reserve equal to one year of amortized replacement charges for the City's 23 non-leased vehicles, consistent with the Fleet Replacement Policy adopted by City Council in January 2026.

Beginning in FY 2026-2027, ongoing internal service charges built into departmental operating budgets will fund recurring claims, maintenance, and replacement costs. The seed transfers establish the floor; the recurring charges sustain the funds going forward.

General Fund Reserve Analysis

After the proposed transfers, the projected ending unassigned reserve of approximately \$15.84 million remains \$4.4 million above the 25% of operating expenditures minimum reserve required by Council policy. This preserves the City's capacity to respond to emergencies and unforeseen events while making meaningful, one-time progress on long-deferred reserve commitments.

Additionally, as the Finance Department continues to resolve fund balances, special revenue audit findings, and disallowed grant expenditures, staff anticipates additional cleanup throughout the fiscal year. Consequently, staff is recommending earmarking \$1.5 million of the General Fund reserve as Designated for Fiscal Findings (DFF) to absorb additional cleanup adjustments as they

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Economic Outlook For 2026

Background

A review and analysis of current economic conditions is critical to provide context for the financial assumptions and policy decisions that shape the Proposed Budget. The economic outlook helps Councilmembers, staff, and the public understand anticipated economic conditions – such as employment trends, inflation, property values, consumer spending, and development activity – that influence revenue sources (like taxes and fees) and expenditure needs (such as public safety, community services, and infrastructure improvements). It supports informed forecasting, helps identify risks and opportunities, and ensures strategic alignment between fiscal priorities and economic realities.

To develop the economic outlook, staff reviews data and reports from established sources, such as the Congressional Budget Office (CBO), U.S. Department of Commerce Bureau of Economic Analysis (BEA), U.S. Federal Reserve Board, UCLA Anderson annual forecast, and specialized property/sales tax consultants, among others. From this data, staff prepares an Economic Outlook that is included in the City Manager’s Budget Message for the Proposed and Adopted Budgets.

Analysis

The following analysis of the federal, state, and local economic outlooks provides context for the City’s revenue projections for Fiscal Year 2026–2027.

FEDERAL ECONOMIC OUTLOOK

The U.S. economy is projected to continue moderate growth through 2026–2028, according to the Congressional Budget Office’s (CBO) Current View of the Economy, September 2025. The update reflects legislative changes, labor market adjustments, and evolving global conditions.

Growth: Real Gross Domestic Product (GDP) growth is forecast at 1.4% in 2025, increasing to 2.2% in 2026, before stabilizing around 1.8% in 2027–28. Growth is expected to be supported by consumer spending, private investment, and moderate fiscal stimulus, though demographic and productivity constraints temper long-term potential.²

Inflation and Interest Rates: Inflation, as measured by the Personal Consumption Expenditures (PCE) index, is expected to decline from 3.1% in 2025 to 2.4% in 2026, reaching the Federal Reserve’s 2% target by 2027.³ The 10-year Treasury yield is projected to remain above 4% through 2026, gradually easing to around 3.9% by 2028 as inflation pressures subside.⁴

² Congressional Budget Office (CBO), *Current View of the Economy: 2025 to 2028*, September 2025, Table 1. <https://www.cbo.gov/system/files/2025-09/61236-Economy.pdf>

³ Ibid., Figure 3 (PCE Price Index Projections).

⁴ Ibid., Table 3 (Interest Rate Projections).

Labor Market: The unemployment rate is projected to rise modestly to 4.5% in late 2025, improving to 4.2% in 2026, and stabilizing around 4.4% through 2028.⁵ The CBO projects that labor force participation will edge lower due to demographic aging and slower immigration, moderating employment gains.⁶ Wage growth is expected to slow in tandem with reduced inflation and easing labor market tightness.

Fiscal Conditions and Risks: The federal deficit is estimated near \$1.8 trillion (6% of GDP) in FY 2026, with public debt exceeding 100% of GDP for the first time since World War II.⁷ Rising interest costs – projected to surpass \$1 trillion annually by 2026 – continue to limit fiscal flexibility. The CBO also identifies potential downside risks from policy uncertainty, slower labor-supply growth, and external trade disruptions.⁸

Overall, the national economy is expected to experience a period of mild cooling rather than contraction, with stable growth supported by moderate inflation and a still-strong, but gradually tightening, labor market.

NOTE: An ongoing federal government shutdown introduces a clear downside risk to the baseline outlook. The CBO estimates that a funding hiatus could reduce real GDP growth in the affected quarter by 1.0 to 2.0 percentage points, and impose permanent output losses in the range of several billion dollars.⁽¹⁾ Government services, contractor payments, and federal employee income are disrupted during the shutdown, which dampens consumer and business activity. Moreover, key federal economic data releases may be delayed, complicating monetary- and fiscal-policy decisions. These factors strengthen the case for prudence in revenue and growth assumptions, and underscore the need for contingency planning if a resolution is delayed.⁹

CALIFORNIA ECONOMIC OUTLOOK

California's economy is projected to expand by about 2.1% in 2026, with continued strength in high-tech manufacturing, clean-energy infrastructure, and professional services offsetting slower growth in construction and logistics.¹⁰ The state unemployment rate is expected to average around 5.1%, slightly lower than 2025, while wage growth continues to moderate at 3 – 3.5% after two years of stronger gains.¹¹ Inflation is projected near 2.3%, with energy and housing costs remaining key pressures.¹²

Despite record state reserves and mid-year budget adjustments, California faces fiscal headwinds from slowing personal-income-tax receipts and elevated public-sector labor costs. A preview of the 2026-27 State Budget emphasizes expenditure control, capital investment in housing, and incentives for water

⁵ Ibid., Table 2 (Labor Market Indicators).

⁶ Ibid., p. 15 (Labor Force Participation Trends).

⁷ Ibid., p. 23 (Federal Debt and Deficit Outlook).

⁸ Ibid., Summary and p. 25 (Risks to the Outlook).

⁹ See CBO, *Quantitative Analysis of the Effects of the Government Shutdown*, Oct 2025

¹⁰ California Department of Finance, *Economic Outlook Summary, Governor's Budget 2025-26 May Revision*. <https://ebudget.ca.gov/2025-26/pdf/Revised/BudgetSummary/EconomicOutlook.pdf>

¹¹ UCLA Anderson Forecast, *California Economic Outlook: Fall 2025*.

¹² California Department of Finance, *Economic Outlook Summary, Governor's Budget 2025-26 May Revision*. <https://ebudget.ca.gov/2025-26/pdf/Revised/BudgetSummary/EconomicOutlook.pdf>

and energy resiliency.¹³ Housing affordability remains the state’s most acute challenge with less than 12% of Los Angeles County households able to afford a median-priced home. Multifamily permitting and construction have improved slightly, but high insurance costs and construction inflation continue to slow delivery.¹⁴

In summary, California’s economy remains diverse and resilient, with measured growth and stabilizing inflation. Fiscal discipline, infrastructure investment, and housing-policy reforms remain critical to sustaining economic momentum.

SOUTH PASADENA ECONOMIC OUTLOOK

South Pasadena’s initial fiscal outlook for FY 2026–27 remains stable and cautiously optimistic, reflecting continued local and regional growth, sustained local real-estate strength, and prudent financial management.

Property tax revenues, which account for approximately 40% of total General Fund revenues, grew by 5.64% from FY 2024-25 to 2025-26 and are projected to increase by about 4.0% in FY 2026-27, consistent with countywide assessed-valuation trends. Additionally, the “Intergovernmental” category, which accounts for approximately 11% of General Fund revenues, are primarily from Motor Vehicle property related taxes, which generally trend closely with property tax assessed values.

Sales and use tax receipts, which account for approximately 13% of total General Fund revenues, are expected to grow by approximately 2.5% in FY 2026-27, supported by local dining, personal-service, and e-commerce activity.

City Fee Revenue: In anticipation of growth from new development over the coming years, the City is in the process of reviewing and updating current user fees, development impact fees, and utility rates. User fees are charges for specific services provided by the City to individuals, businesses, or organizations – such as building permits, recreation programs, plan reviews, parking, or public safety inspections. Unlike general taxes, which fund broad community services, user fees are designed so that those who directly benefit from a service pay for the cost of providing it.

Over time, costs to provide city services – such as labor, materials, technology, and regulatory compliance – tend to increase. Without periodic updates, fees often fall below the actual cost of service, resulting in the subsidization of specialized services by the general taxpayer base.

These various fees are primarily reflected in the City’s “Charges for Current Services” and “Licenses & Permits” revenue categories. Although combined these two revenue categories make up less than 10% of total General Fund revenues, recovering the true cost of providing specialized services ensures that charges remain aligned with true costs and current market conditions while strengthening long-term fiscal sustainability.

¹³ California Budget & Policy Center, *2026-27 Fiscal Review*.

¹⁴ Mortgage Professionals of America, *California Housing Market Forecast 2026*.

Overall, the forecasted FY 2026–27 economic environment is characterized by moderate growth and stable revenues. The City continues to benefit from a balanced mix of residential stability and commercial vitality, and is likely to see moderate revenue growth (~3 - 4 percent across major tax categories), resulting in more than \$45 million in resources in FY 2026-2027 available to maintain core services and responsibly invest in enhancements to improve service to the community.

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General Fund Five-Year Forecast

Overview

A five-year General Fund financial forecast is intended to provide a forward-looking view of the City's fiscal condition, identify emerging trends, and support long-term policy and budget decisions. The forecast projects General Fund revenues, expenditures, and reserves over five years using current information, adopted policies, and conservative assumptions. It is not intended to predict exact outcomes, but rather to highlight potential risks, opportunities, and decision points.

The forecast indicates that the City's General Fund remains generally stable in the near term, with revenues projected to grow modestly and expenditures continuing to be driven primarily by personnel costs, pension obligations, and healthcare expenses. Over the forecast period, structural cost drivers – particularly retirement and benefit-related expenditures – are expected to grow in line with ongoing revenues. However, staff will continue to actively monitor these drivers as they may place pressure on operating margins if they vary significantly from projections.

Importantly, the forecast shows how current service levels are sustained over time and the extent to which reserves are impacted in future years. This information allows the City Council to proactively consider fiscal strategies, policy adjustments, and timing of decisions to maintain long-term financial sustainability, preserve reserve levels consistent with Council policy, and align resources with community priorities.

The forecast is expected to be updated twice per year (in March using Mid-Year Actual data and in September using Final Pre-audit Actual data).

Forecast Assumptions

The five-year forecast is based on the following key assumptions. These assumptions represent staff's best estimate of "most likely" conditions using information available at the time of preparation and are intentionally conservative to enhance reliability.

GENERAL ASSUMPTIONS

- The forecast reflects current service levels and does not assume the addition or reduction of programs or staffing unless already approved by the City Council.
- One-time revenues and expenditures have been identified and excluded from ongoing baseline assumptions where appropriate.
- No use of reserves to support ongoing operations is assumed unless explicitly shown in the forecast.
- All projections are expressed in nominal dollars and do not attempt to predict economic shocks or extraordinary events.

LIMITATIONS AND RISKS

While the forecast represents staff's best estimate, actual results may vary due to:

- Economic conditions affecting major revenue sources
- State budget actions or changes in local government funding
- Labor negotiations have not yet settled
- Changes in pension or healthcare cost assumptions

REVENUE ASSUMPTIONS

Property Tax: Property tax revenues are projected to grow modestly, consistent with recent assessed valuation trends, historical growth rates, and known reassessment activity.

- Historical annual growth
 - 5-years: 5.8%
 - 10-years: 7.2%
- Projected annual growth: 4.0% per year

Sales and Use Tax: Sales tax revenues are projected using a conservative growth rate reflecting recent performance and regional economic conditions. No assumption is made for extraordinary growth.

- Historical annual growth
 - 5-years: 4.9%
 - 10-years: 5.0%
- Projected annual growth: 3.0% per year

Other Taxes and Fees: Franchise taxes, business license taxes, and other General Fund revenues are assumed to grow modestly or remain flat unless rate changes or policy actions have been approved.

- Historical annual growth
 - 5-years: 6.5%
 - 10-years: 3.7%
- Projected annual growth:
 - Baseline: 3.0% per year
 - Solid Waste Franchise: 5.0% per year based on increased customer rates
 - Real Property Transfer: 4.0% per year in line with Property Tax

Intergovernmental Revenues: Intergovernmental revenues primarily consist of Motor Vehicle In Lieu fee from the State, which is a property tax-based revenue. Consequently, this revenue category is projected in line with Property Tax.

- Historical annual growth
 - 5-years: 5.6%
 - 10-years: 7.6%
- Projected annual growth: 4.0% per year
 - Shared Fire Command Reimbursement: 4.0% per year in line with MOU salary increases

One-Time Revenues: Grants, reimbursements, and other non-recurring revenues are excluded from ongoing projections.

EXPENDITURE ASSUMPTIONS

Salaries and Wages: Personnel costs are projected based on authorized staffing levels, adopted Memoranda of Understanding (MOUs), known step increases, and approved cost-of-living adjustments (COLA). The City has four (4) bargaining units¹⁵ and one (1) unrepresented management group. Currently, all four groups have MOUs in effect through June 30, 2028, as follows:

- FY 2025-2026: 6.0% COLA
- FY 2026-2027: 4.0% COLA
- FY 2027-2028: 4.0% COLA (last year of MOU increases)

Pension Costs: CalPERS employer contribution rates are projected using current actuarial schedules and known rate increases adopted by the CalPERS Board.

- Historical change in Unfunded Accrued Liability (UAL) Contribution per CalPERS Actuarial:
 - 3-years: 4.9%
 - 10-years: Data not available
- Projected annual growth: 5.0% per year for the first two years, then reducing to 4.0% in the next three years as “Classic” members are replaced with “PEPRA” members.

Healthcare and Benefits: The City contributes to employee health benefit costs through a maximum per employee contribution (varies based on level of coverage: single, employee+1, or family), which is bargained with each bargaining unit through their respective MOU. The maximum contribution for employee+1 is provided below for reference:

- FY 2025-2026: \$1,560 (0% increase)
- FY 2026-2027: \$1,660 (6.5% increase)
- FY 2027-2028: \$1,750 (5.5% increase)

Salary and Benefits: Beyond the current terms of the existing MOUs, overall salary and benefits are assumed to increase by 2.5% per year; subject to bargaining based on the City’s financial condition.

Operations, Training, and Supplies: City management has the most flexibility with determining funding for operations, training, and supplies as this category is not subject to contractual obligations. The amount provided to each department is reviewed and determined annually based on revenue projections. Therefore, a modest increase of 1.0% per year is included in the projection.

Professional & Contract Services: Professional and contract services are used to supplement services provided by the City and fill gaps in knowledge, expertise, and/or specialized equipment

¹⁵ 1) Firefighters Association, 2) Police Officers Association, 3) Public Service Employees Association, and 4) Part-time Public Service Employees Association

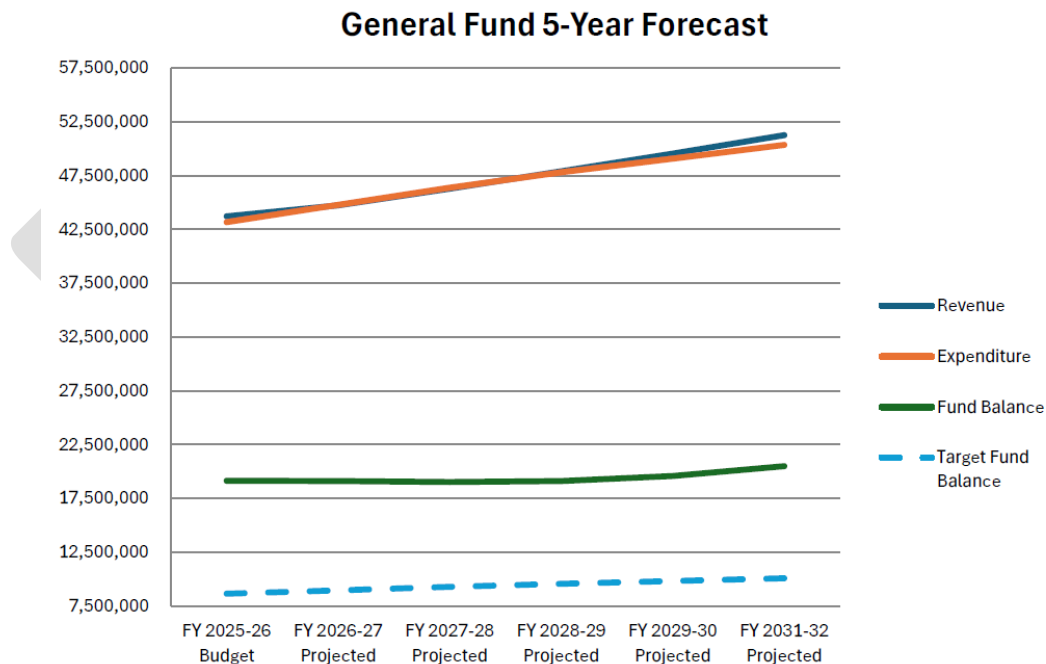
that are not economical for the City to provide in-house. These services are typically rendered through a multi-year contractual obligation with annual increases that include escalators based on the Consumer Price Index for the Los Angeles Area (CPI-LA)

- Historical CPI-LA annual growth (through June)
 - 5-years: 4.3%
 - 10-years: 3.4%
- Projected annual growth: 3.5% per year over the next 5 years.

Capital and One-Time Costs: Capital expenditures are generally excluded unless they have an identified General Fund operating impact. The City is currently working on a plan to develop a five-year Vehicle and IT Equipment Replacement Schedule, and annual Facility Maintenance, which may be reflected as Capital Outlay in the future. Staff is currently identifying opportunities to reduce existing operating costs that can be used to fund the vehicle, equipment, IT, and facility maintenance costs.

Reserves and Fund Balance

The forecast tracks projected ending General Fund reserves each year and compares them to the City’s adopted reserve policy (Target Fund Balance). Reserve levels are shown for planning purposes and do not represent a recommendation to draw down reserves for ongoing operations.



**City of South Pasadena
General Fund - 5 Year Forecast
As of: December 31, 2025**

Beginning Fund Balance: 18,980,681 19,134,428 19,106,911 19,017,586 19,101,644 19,584,992

REVENUE By Category

	FY 2025-26	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30	FY 2031-32
	Adj. Budget	Projected	Projected	Projected	Projected	Projected
Property Taxes	17,377,356	18,153,171	18,873,816	19,623,288	20,402,738	21,213,366
Assessments	428,200	428,200	428,200	428,200	428,200	428,200
Sales Taxes	5,562,209	5,729,075	5,900,948	6,077,976	6,260,315	6,448,125
Other Taxes (Franchise Tax)	1,943,598	2,020,864	2,101,375	2,185,272	2,272,705	2,363,830
Utility Users Taxes	4,544,810	4,681,154	4,821,589	4,966,236	5,115,224	5,268,680
Licenses & Permits	1,026,802	1,057,570	1,089,261	1,121,903	1,155,524	1,190,154
Fines, Forfeitures & Penalties	63,350	65,250	67,208	69,224	71,300	73,439
Use of Money & Property	1,148,690	1,171,664	1,195,097	1,218,999	1,243,379	1,268,247
Intergovernmental	4,817,619	4,835,045	5,027,835	5,228,324	5,433,367	5,646,495
Charges for Current Services	3,404,868	3,541,063	3,647,295	3,756,713	3,869,415	3,985,497
Other Revenue	1,807,573	1,439,693	1,488,035	1,538,310	1,577,525	1,617,916
Interfund Transfers	1,590,240	1,622,045	1,654,486	1,687,575	1,721,327	1,755,753
REVENUE-Total	43,715,315	44,744,795	46,295,143	47,902,021	49,551,018	51,259,703
Less One-Time	-	-	-	-	-	-
Revenue - Ongoing	43,715,315	44,744,795	46,295,143	47,902,021	49,551,018	51,259,703

EXPENDITURE By Category

	FY 2025-26	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30	FY 2031-32
	Adj. Budget	Projected	Projected	Projected	Projected	Projected
Salaries	20,260,063	21,070,466	21,913,284	22,570,683	23,022,097	23,482,538
Retirement	6,172,976	6,479,991	6,760,747	7,029,410	7,306,947	7,595,513
Insurance	3,484,496	3,635,582	3,793,298	3,923,777	4,054,914	4,190,521
Other Benefits	99,950	101,949	103,988	106,068	108,189	110,353
Sub-Total	30,017,485	31,287,988	32,571,317	33,629,938	34,492,146	35,378,925
Operations	5,937,062	5,649,091	5,742,862	5,839,519	5,939,192	6,042,014
Professional/Contract Services	6,807,021	7,011,232	7,221,569	7,474,324	7,735,925	8,006,683
Capital Outlay	-	-	-	-	-	-
Transfers-Out	800,000	824,000	848,720	874,182	900,407	927,419
Sub-Total	13,544,083	13,484,323	13,813,151	14,188,025	14,575,525	14,976,116
EXPENDITURE - Total	43,561,568	44,772,311	46,384,468	47,817,963	49,067,671	50,355,041
Less One-Time	(386,555)	-	-	-	-	-
EXPENDITURE - Ongoing	43,175,013	44,772,311	46,384,468	47,817,963	49,067,671	50,355,041
Total Surplus(Deficit)	153,747	(27,517)	(89,325)	84,057	483,348	904,662
Operating Surplus(Deficit)	540,302	(27,517)	(89,325)	84,057	483,348	904,662
Ending Fund Balance:	19,134,428	19,106,911	19,017,586	19,101,644	19,584,992	20,489,653

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List of Enhancements

Overview

Budget enhancements represent departmental requests for funding above the adopted budget, whether to meet one-time needs within the current fiscal year or to accommodate service cost adjustments resulting from contract modifications. Each request undergoes a thorough review and discussion between the requesting department and the City Manager prior to approval. This section presents approved enhancements organized by department and fund.

City Clerk

Fund	(Division-Object Code) Description	Amount
101	(8170-000) Professional Services: Estimate from LA County Registrar / Recorder ballot costs, which include costs for notifications, statements, and running the 2026 elections.	180,000
	TOTAL	180,000

Finance

Fund	(Division-Object Code) Description	Amount
101	(3011-8170) Professional Services: Contracted Accounts Payable and Accounting support to assist the Finance Department with payment processing, warrant preparation, prepayments, invoice review, staff reimbursements, and revenue reconciliations (parking revenues, UUT, franchise fees, Police Department citations, and credit card transactions). Costs will be shared with Fund 500.	31,000
	TOTAL	31,000
500	(3011-8170) Professional Services: Account Payables and Accounting Support through an agency to assist the Finance Department with Accounts Payable tasks, including timely payment processing, warrant preparation, prepayments, invoice review, and staff reimbursements, as well as to support reconciliation of revenues (i.e., parking revenue, UUT, franchise fees, PD citation, credit card transactions) split with 500	31,000
	TOTAL	62,000

Fire

Fund	(Division-Object Code) Description	Amount
101	(5011-8170) Professional Services: Community Risk Analysis, Standards of Cover, and Strategic Plan for the Fire Department. These studies evaluate current and future community risks (such as mid-rise development), assess the department's capacity to address those risks, and outline a plan to meet future service needs. They also serve as foundational components for beginning the accreditation process.	66,000
	TOTAL	66,000

Police

Fund	(Division-Object Code) Description	Amount
101	(4011-8180) Contract Services: Cross Guard Services. Increase projected by the 3-year contract (24-27) signed and approved by City Council on 07/14/2024	35,000
	TOTAL	35,000
270	(4015-8170) Professional Services: Acquisition and Training of a K9 dog as a replacement for the Department's K9 that died in 2025	25,000
	TOTAL	25,000
272	(4018-8520) Axon Bodycams: Increase in the current 5-year contract leasing of the Axon bodycams. This is the last year of the 5-year contract.	73,011
	TOTAL	73,011
274	(4019-8540) Personal Protective Equipment and Tough Books (laptops): UASI 2024 is a reimbursement-based grant, and the City Council approved the Department's request for appropriations on September 17, 2025, to be compliant with the grant, purchase the approved equipment, and request reimbursement	126,220
	TOTAL	126,220

Public Works

Fund	(Division-Object Code) Description	Amount
101	(6410-8540) Automotive Equipment: Replacing a forklift at the Public Works yard that has been out of service. This is to support receiving delivery and moving large equipment (split costs with General Fund, Facilities Maintenance, Sewer, and Streets)	5,000
	TOTAL	5,000
105	(6410-8540) Automotive Equipment: Replacing a forklift at the Public Works yard that has been out of service. This is to support receiving delivery and moving large equipment (split costs with General Fund, Facilities Maintenance, Sewer, and Streets)	10,000
	TOTAL	10,000
210	(6410-8540) Automotive Equipment: Replacing a forklift at the Public Works yard that has been out of service. This is to support receiving delivery and moving large equipment (split costs with General Fund, Facilities Maintenance, Sewer, and Streets)	20,000
	TOTAL	20,000
230	(6410-8540) Automotive Equipment: Replacing a forklift at the Public Works yard that has been out of service. This is to support receiving delivery and moving large equipment (split costs with General Fund, Facilities Maintenance, Sewer, and Streets)	15,000
	TOTAL	15,000
500	(6710-8540) Automotive Equipment: Purchasing of a forklift for the Garfield Yard to receive and move large equipment at this location.	50,000
	TOTAL	50,000

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Budget Process

Per the Government Finance Officers Association (GFOA): “Governments make program and service decisions and allocate scarce resources to programs and services through the budget process. As a result, the budget process is one of the most important activities undertaken by governments. The quality of decisions resulting from the budget process and the level of their acceptance depend on the budget process that is used.”¹⁶

Definition of the Budget Process: The budget process consists of activities that encompass the development, implementation, and evaluation of a plan for the provision of services and capital assets.

Mission of the Budget Process: To help decision makers make informed choices about the provision of services and capital assets and to promote stakeholder participation in the process.

Key Characteristics of the Budget Process:

- Incorporates a long-term perspective.
- Establishes linkages to broad organizational goals.
- Focuses budget decisions on results and outcomes.
- Involves and promotes effective communication with stakeholders.
- Provides incentives to government management and employees.

Given the evolving nature of good budgeting and management, these practices are not intended as mandatory prescriptions for governments. Rather, there are recommendations that provide a blueprint for governments to make improvements to their budget processes. The implementation of these practices is expected to be an incremental process that will take place over several years.¹⁷

Community Budget Meetings

In the month of May, the Finance department is planning to meet with the public to provide an overview of the budget process, share the City’s financial goals and long-term outlook, and answer questions from the public. Attendees will also receive an overview of the draft budget for FY 2026–27.

This meeting offers an important opportunity for residents to learn more about how the City allocates resources, long-term outlook, and plans for the future. The annual budget serves as a key policy document, establishing fiscal priorities and guiding financial decision-making to ensure

¹⁶ Government Finance Officers Association. Recommended Budget Practices from the National Advisory Council on State and Local Budgeting. <https://www.gfoa.org/materials/recommended-budget-practices-from-the-national-advisory> visited on 4/18/2026

¹⁷ Government Finance Officers Association. Recommended Budget Practices from the National Advisory Council on State and Local Budgeting. <https://www.gfoa.org/materials/recommended-budget-practices-from-the-national-advisory> visited on 4/18/2026

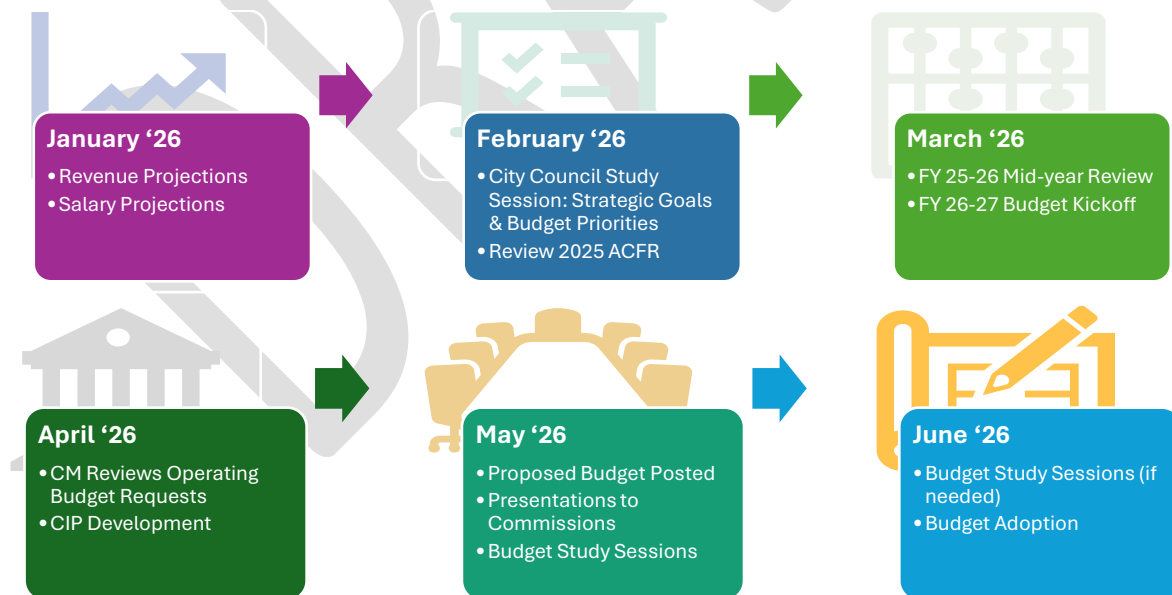
the continued delivery of high-quality services that support the well-being of the South Pasadena community.

Budget Workflow

The Finance Department begins the annual budget process in October by evaluating the prior year's process and establishing an updated budget calendar for the coming cycle. By December, the calendar is finalized, and in January, the budget team conducts mid-year outreach to all departments to assess current-year performance and prepare them for the upcoming budget season.

In March, departments submit their budget requests for the next fiscal year. Finance staff meet with each department to review submissions, discuss revenue and expenditure projections, and identify upcoming capital and operational needs. Through April, Finance focuses on policy reviews and final departmental discussions to resolve outstanding questions and refine projections.

In May, the proposed budget document is compiled and submitted to the Finance Commission and City Council for review. Finance staff tracks and incorporates feedback received through Commission meetings, Council study sessions, and community engagement throughout the month. In June, the final budget is presented for formal adoption. Upon adoption, the budget is published and uploaded to the City's financial systems before the start of the new fiscal year on July 1.



FY 2026-2027 Budget Calendar

The budget calendar was presented and approved by the City Council on March 4, 2026.¹⁸ The budget calendar provides several opportunities for public input through Commission and City Council meetings.

FY 2026-2027 Budget Calendar	
JANUARY 2026	Budget Kickoff Week of Jan. 5: Finance department sends out FY 2025-2026 and FY 2026-2027 budget guidelines.
	FY 2025-2026 Mid-Year 1/14/2026: Mid-Year Preparation - What to expect? (All departments to attend) 1/19-23/2026: Finance sends out budget analysis and meeting schedule to departments 1/29/2026: Departments submit Mid-Year Projections and Enhancements
	FY 2026-2027 Proposed Budget 1/22/2026: FY 2026-2027 Budget Training (All departments to attend) 1/26-29/2026: Finance will send out budget request templates to departments
	FY 2025-2026 Mid-Year 2/2/2026: Finance department prepares Mid-Year report and analysis. 2/2-3/2026: Finance meets with departments to review Mid-Year
	2/13/2026: Presentation to the City Manager 2/26/2026: Presentation to Finance Commission.
FEBRUARY, 2026	FY 2026-2027 CIP Budget Preparation: 2/2/2026: Preliminary meeting with Departments/Finance/Public Works.
	FY 2025-2026 Mid-Year: 3/4/2026: Submit for adoption to City Council
MARCH, 2026	FY 2026-2027 Operating and CIP Budget: 3/2/2026: Departments submit proposed budget, one-time enhancements, and projections. Public Works submits preliminary CIP Budget and Five-Year Projections. 3/3/2026: Finance review proposed budgets and schedule department meetings. 3/16/2026: (Week) Department and Finance meeting to discuss the proposed budget. 3/16/2026: Finance starts drafting the Operating and CIP budget.
	FY 2026-2027 Budget: 4/2/2026: (Week) Departments present the proposed Operating budget to ACM/CFO and City Manager. 4/2/2026: Present CIP Budget to ACM/CFO and City Manager. 4/16/2026: Prepare Five-Year Budget projections for General Fund, Review Investment Policy, and revisions from City Manager. 4/23/2026: Present to the Finance Commission the 5-year budget projection and review Investment Policy.
	FY 2026-2027 Budget: 5/14/2026: Submit to Finance Commission Draft FY 2026-2027 operating and CIP budget. Upload and post proposed budget. 5/20/2026: City Council Study Session No. 1: All Departments present proposed Operating Budget. 5/28/2025: Community Budget Meeting
	FY 2026-2027 Budget: 6/1/2026: Prepare and post Public Hearing for FY 2026-2027 CIP Budget 6/3/2026: City Council Study Session No. 2: Public Works presents Water, Sewer, and CIP budget; City Manager and Finance present Vehicle Replacement Plan. 6/10/2026: Finance presents final revisions of the FY 2026-2027 Budget at a Joint City Council and Finance Commission meeting. 6/17/2026: Submit the FY 2026-2027 Operating and CIP Budget for adoption. 6/30/2026: Upload adopted budget
	July 1, 2026 - New Fiscal Year 2026-2027 Begins
APRIL, 2026	
MAY, 2026	
JUNE, 2026	

¹⁸ South Pasadena City Council, Regular Council Meeting on March 4, 2026, Item 15., link: <https://d2kbkoa27fdvtw.cloudfront.net/southpasadena/7cb1c876eb0c1dc5fabb393d2ed6b5ed0.pdf> visited on 4/18/2026