

CITY OF HERMOSA BEACH
RESOLUTION NO. 25-XXXX

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HERMOSA BEACH,
CALIFORNIA ADOPTING THE BUDGET FOR THE FISCAL YEAR 2025–26**

WHEREAS, a budget for the fiscal year 2025–26 has been prepared by the City Manager, and;

WHEREAS, said budget incorporates expenditures for operating purposes, capital outlay and capital improvement projects, and;

WHEREAS, said final budget will include the appropriations limit and total annual appropriations subject to limitation as required by Section 37200 of the Government Code, and;

WHEREAS, the City Council has examined said budget and, after due deliberation and consideration, has made such amendments to the budget as it deems advisable.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF HERMOSA BEACH,
CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:**

SECTION 1. That the City Council does hereby approve and adopt the revised budget for the 2025–26 Fiscal Year as presented in the documents entitled “City of Hermosa Beach Budget Summary 2025–26”, and attached as “Exhibit A.”

SECTION 2. This Resolution shall take effect immediately. The City Clerk shall certify to the passage and adoption of this Resolution; shall enter the same in the book of original Resolutions; and shall make a minute of the passage and adoption thereof in the records of the proceedings of the City Council meeting at which the same is passed and adopted.

PASSED, APPROVED and ADOPTED on this 24th day of June, 2025.

Mayor Rob Saemann
PRESIDENT of the City Council and **MAYOR** of the City of Hermosa Beach, CA

ATTEST:

APPROVED AS TO FORM:

Myra Maravilla, MPA, CMC
City Clerk

Todd Leishman,
City Attorney

City of Hermosa Beach
Projected Change in Financial Position
Fiscal Year 2025-2026

Fund #	Fund	Beginning Fund Balance 07/01/2025	Fund Balance Reclass	Estimated Revenues	Labor Costs	Operating Appropriations	Supplemental / Capital Appropriations	Transfers In / Transfers Out	Projected Fund Balance 06/30/2026
General Fund									
001	Unassigned	\$ -	\$ 361,355	\$ 55,121,394	\$ 29,481,111	\$ 23,755,740	\$ 457,892	\$ (1,788,006)	\$ -
001	Assigned - FY25 Midyear to FY26 Budget	\$ 169,305	\$ (169,305)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
001	Assigned - FY23 Prop A Fund Exchange	\$ 430,683	\$ (48,211)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 382,472
001	Assigned - FY26 Prop A Fund Exchange	\$ 560,000	\$ (560,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
001	Assigned - Reserve for FEMA Claims	\$ 926,345	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 926,345
001	Assigned - FY25 Year End Stabilization Contingency	\$ 100,000	\$ 560,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 660,000
001	Assigned - Compensated Absences	\$ 294,170	\$ (143,839)	\$ -	\$ -	\$ -	\$ -	\$ 143,839	\$ 294,170
001	Assigned - Contingencies	\$ 10,560,684	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 86,686	\$ 10,647,370
001	Assigned - Retirement Trust	\$ 829,060	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 829,060
001	Committed - In Lieu Fee/Parking facility	\$ 404,600	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 404,600
001	Restricted - CASp Fees	\$ -	\$ -	\$ 7,800	\$ -	\$ -	\$ -	\$ -	\$ 7,800
001	Restricted - General Plan	\$ 168,110	\$ -	\$ 94,000	\$ -	\$ 154,306	\$ -	\$ -	\$ 107,804
001	Restricted - Marquee Donation	\$ 50,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50,000
001	Restricted - Nuisance Abatement Restrooms	\$ 14,700	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,700
001	Restricted - PEG Funds	\$ 226,277	\$ -	\$ 40,000	\$ -	\$ -	\$ 9,130	\$ -	\$ 257,147
	Total General Fund	\$ 14,733,934	\$ -	\$ 55,263,194	\$ 29,481,111	\$ 23,910,046	\$ 467,022	\$ (1,557,481)	\$ 14,581,468
Special Revenue Funds									
105	Lighting & Landscaping Fund	\$ 4,408	\$ -	\$ 468,079	\$ 142,323	\$ 716,219	\$ -	\$ 389,281	\$ 3,226
115	State Gas Tax Fund	\$ 70,126	\$ -	\$ 1,123,501	\$ 45,623	\$ 150,000	\$ 609,931	\$ (350,000)	\$ 38,073
116	TDA 3 (Transportation Development Act) Fund	\$ -	\$ -	\$ 15,257	\$ -	\$ -	\$ 15,257	\$ -	\$ -
117	AB 939 Fund	\$ 165,351	\$ -	\$ 68,773	\$ -	\$ 23,500	\$ -	\$ -	\$ 210,624
121	Prop A Open Space Fund	\$ (13,828)	\$ -	\$ 18,000	\$ -	\$ -	\$ -	\$ -	\$ 4,172
122	Tyco Fund	\$ 399,482	\$ -	\$ 352,770	\$ -	\$ -	\$ 720,000	\$ -	\$ 32,252
125	Parks / Recreation Facility Tax Fund	\$ 70,750	\$ -	\$ 119,193	\$ -	\$ -	\$ 70,000	\$ -	\$ 119,943
135	Bayview Drive District Admin Expense Fd	\$ -	\$ -	\$ 194	\$ -	\$ 1,900	\$ -	\$ -	\$ (1,706)
138	Loma District Admins Expense Fd	\$ -	\$ -	\$ 1	\$ -	\$ -	\$ -	\$ -	\$ 1
139	Beach Dr Assessment District Admin Expense	\$ -	\$ -	\$ 106	\$ -	\$ -	\$ -	\$ -	\$ 106
140	CDBG Grant Fund	\$ 40,601	\$ -	\$ 184,000	\$ -	\$ -	\$ 184,000	\$ -	\$ 40,601
145	Proposition A Fund	\$ 892,295	\$ -	\$ 511,919	\$ 3,865	\$ 952,077	\$ -	\$ -	\$ 448,272
146	Proposition C Fund	\$ 553,805	\$ -	\$ 424,152	\$ 33,990	\$ 315,315	\$ 603,807	\$ -	\$ 24,845
147	Measure R Fund	\$ 277,702	\$ -	\$ 314,157	\$ 1,687	\$ -	\$ 570,000	\$ -	\$ 20,172
148	Measure M Fund	\$ 16,432	\$ -	\$ 355,705	\$ -	\$ -	\$ 370,000	\$ -	\$ 2,137
149	Measure W Fund	\$ 310,159	\$ -	\$ 158,305	\$ 23,449	\$ -	\$ -	\$ -	\$ 445,015
150	Grants Fund	\$ (437,896)	\$ -	\$ 185,300	\$ -	\$ 115,000	\$ 70,300	\$ -	\$ (437,896)
152	AQMD Fund	\$ -	\$ -	\$ 25,575	\$ -	\$ 15,000	\$ -	\$ -	\$ 10,575
153	Supple. Law Enforce. Services (SLESF) Fund	\$ 391,573	\$ -	\$ 161,191	\$ -	\$ 126,133	\$ -	\$ -	\$ 426,631
157	FEMA / CalOES Fund	\$ (623,629)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (623,629)
160	Sewer Fund	\$ 752,272	\$ -	\$ 1,316,714	\$ 457,798	\$ 502,558	\$ 800,000	\$ -	\$ 308,630
161	Storm Drain Fund	\$ 1,160,771	\$ -	\$ 50,052	\$ 481,892	\$ 423,978	\$ -	\$ 700,000	\$ 1,004,953
170	Asset Seizure Fund	\$ 532,962	\$ -	\$ 11,069	\$ -	\$ 12,250	\$ -	\$ -	\$ 531,781
180	Fire Protection Fund	\$ -	\$ -	\$ 4,166	\$ -	\$ -	\$ -	\$ -	\$ 4,166
190	RTI Undersea Cable Fund	\$ 4,250	\$ -	\$ 276,186	\$ 84,993	\$ -	\$ -	\$ -	\$ 195,443
191	RTI Tidelands Undersea Cable Fund	\$ 200,990	\$ -	\$ 12,600	\$ -	\$ -	\$ 200,000	\$ -	\$ 13,590
	Total Special Revenue Funds	\$ 4,768,576	\$ -	\$ 6,156,965	\$ 1,275,620	\$ 3,353,930	\$ 4,213,295	\$ 739,281	\$ 2,821,977

City of Hermosa Beach
Projected Change in Financial Position
Fiscal Year 2025-2026

Fund #	Fund	Beginning Fund Balance 07/01/2025	Fund Balance Reclass	Estimated Revenues	Labor Costs	Operating Appropriations	Supplemental / Capital Appropriations	Transfers In / Transfers Out	Projected Fund Balance 06/30/2026
Debt Service Funds									
201	Lease Revenue Bond Fund	\$ 9,818	\$ -	\$ -	\$ -	\$ 728,200	\$ -	\$ 728,200	\$ 9,818
	Total Debt Service Funds	\$ 9,818	\$ -	\$ -	\$ -	\$ 728,200	\$ -	\$ 728,200	\$ 9,818
Capital Projects Funds									
301	Capital Improvement Project (CIP) Fund	\$ 6,644,278	\$ -	\$ 181,685	\$ 336,195	\$ -	\$ 6,056,741	\$ 90,000	\$ 523,027
301	CIP Fund - Reserved for City Yard Construction	\$ 1,139,087	\$ -	\$ -	\$ -	\$ -	\$ 249,809	\$ -	\$ 889,278
301	CIP Fund - Reserved for Capital Facilities	\$ 841,393	\$ -	\$ -	\$ -	\$ -	\$ 841,393	\$ -	\$ -
	Total Capital Improvement Project Fund	\$ 8,624,758	\$ -	\$ 181,685	\$ 336,195	\$ -	\$ 7,147,943	\$ 90,000	\$ 1,412,305
313	Greenwich Village Utility Undergrounding	\$ 58,572	\$ -	\$ 4,031,600	\$ -	\$ -	\$ 4,031,600	\$ -	\$ 58,572
	Total Capital Projects Funds	\$ 8,683,330	\$ -	\$ 4,213,285	\$ 336,195	\$ -	\$ 11,179,543	\$ 90,000	\$ 1,470,877
Agency Funds									
609	Bayview Drive District Redemption Fund	\$ 97,934	\$ -	\$ 1,842	\$ -	\$ -	\$ -	\$ -	\$ 99,776
610	Lower Pier District Redemption Fund	\$ 3,470	\$ -	\$ 96	\$ -	\$ -	\$ -	\$ -	\$ 3,566
611	Beach Drive Redemption Fund	\$ 32,313	\$ -	\$ 385	\$ -	\$ -	\$ -	\$ -	\$ 32,698
612	Beach Drive Reserve Fund	\$ 5,056	\$ -	\$ 141	\$ -	\$ -	\$ -	\$ -	\$ 5,197
617	Myrtle Avenue Assessment Fund	\$ 51,709	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 51,709
618	Loma Drive Assessment Fund	\$ 90,230	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 90,230
619	Bayview Drive District Redemption Fund	\$ 16,397	\$ -	\$ 463	\$ -	\$ -	\$ -	\$ -	\$ 16,860
	Total Agency Funds	\$ 297,109	\$ -	\$ 2,927	\$ -	\$ -	\$ -	\$ -	\$ 300,036
Internal Service Funds									
705	Insurance Fund	\$ 3,518,160	\$ -	\$ 4,338,529	\$ 202,151	\$ 4,466,394	\$ -	\$ -	\$ 3,188,144
715	Equipment Replacement Fund	\$ 3,208,216	\$ -	\$ 1,850,436	\$ 356,572	\$ 2,321,340	\$ 630,133	\$ -	\$ 1,750,607
715	ERF - Investment in Fixed Assets	\$ 5,322,940	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,322,940
715	ERF - Designated Building Maintenance Funds	\$ 553,394	\$ -	\$ 102,557	\$ -	\$ -	\$ 122,000	\$ -	\$ 533,951
715	ERF - Assigned Reserve - PD Radio Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
715	ERF - Records Technology Fee	\$ 812,430	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 812,430
715	ERF - Assigned Reserve - Accounting ERP	\$ 333,645	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 333,645
	Total Equipment Replacement Fund	\$ 10,230,625	\$ -	\$ 1,952,993	\$ 356,572	\$ 2,321,340	\$ 752,133	\$ -	\$ 8,753,573
	Total Internal Service Funds	\$ 13,748,785	\$ -	\$ 6,291,522	\$ 558,723	\$ 6,787,734	\$ 752,133	\$ -	\$ 11,941,717
	Total	\$ 42,241,552	\$ -	\$ 71,927,893	\$ 31,651,649	\$ 34,779,910	\$ 16,611,993	\$ -	\$ 31,125,893