



Honorable Mayor and Members of the Hermosa Beach City Council

ADOPT A RESOLUTION AMENDING THE CITY'S INVESTMENT POLICY

(Administrative Services Director Brandon Walker)

Recommended Action:

Staff recommends City Council adopt a resolution amending the City's Investment Policy (**Attachment 1**).

Executive Summary:

The Investment Policy for Hermosa Beach requires updating to comply with Government Code section 53646, which mandates that local public agencies maintain current investment policies. The existing policy has not been revised since 2016, necessitating this administrative update.

Background:

Government Code section 53646 requires the filing of an Investment Policy by local public agencies. The policy was last updated in 2016. At its June 10, 2025 meeting, City Council approved a policy update as part of the Consent Calendar. However, the formal draft resolution as not attached to the item, so staff is requesting formal approval again with this document now appended to this action item.

Analysis:

The proposed edits to the existing Investment Policy are mainly administrative clean-up. The scope and intent of the Policy continues to emphasize the primary concern for safety and security of principal. The investments will continue to earn current reasonable returns.

General Plan Consistency:

This report and associated recommendation have been evaluated for their consistency with the City's General Plan. Relevant Policies are listed below:

Governance Element

Goal 1. A high degree of transparency and integrity in the decision-making process.

Policies:

- **1.1 Open meetings.** Maintain the community's trust by holding meetings in which decisions are being made, that are open and available for all community members to attend, participate, or view remotely.
- **1.2: Strategic planning.** Regularly discuss and set priorities at the City Council and management level to prioritize work programs and staffing needs.
- **1.6 Long-term considerations.** Prioritize decisions that provide long-term community benefit and discourage decisions that provide short-term community benefit but reduce long-term opportunities.

Fiscal Impact:

There is no fiscal impact associated with this action.

Attachments:

1. Draft Resolution
2. Draft Investment Policy

Respectfully Submitted by: David Pedersen, City Treasurer

Concur: Brandon Walker, Administrative Services Director

Legal Review: Todd Leishman, Interim City Attorney

Approved: Steve Napolitano, Interim City Manager