

Regional Solid Waste Association

City of Del Mar
Dwight Worden

City of Encinitas
Tony Kranz

City of National City
Ron Morrison

City of Poway
Peter De Hoff

City of Solana Beach
David A. Zito

City of Vista
Joe Green

Special Contract Party
City of Escondido
Michael Morasco

General Manager/General Counsel
James H. Eggart

REGULAR MEETING AGENDA

October 5, 2023
9:00 a.m.

Fletcher Cove Community Center
133 Pacific Avenue
Solana Beach, CA



**REGIONAL SOLID WASTE ASSOCIATION
BOARD OF DIRECTORS**

REGULAR MEETING AGENDA

October 5, 2023

9:00 a.m.

**Fletcher Cove Community Center
133 Pacific Avenue
Solana Beach, CA**

1. CALL TO ORDER AND PLEDGE OF ALLEGIANCE

2. SWEARING-IN OF NEW BOARD MEMBER(S) - ACTION ITEM

This item is scheduled to swear-in new board members as the delegate/ representative from a member city.

3. ORAL COMMUNICATIONS

This item is scheduled to provide an opportunity for public testimony on matters within the jurisdiction of the Association. The Association may receive comments, but no action may be taken.

4. CONSENT CALENDAR – ACTION ITEM

(Consent Calendar items will be acted on simultaneously with one motion unless separate discussion and/or action is requested by a Board Member.)

- A.** Minutes of the July 13, 2023 Meeting of the Board of the Regional Solid Waste Association – Recommended Action: Receive and File.
- B.** RSWA Website Activity Report for First Quarter of FY 2023/2024 (through September 27, 2023) – Recommended Action: Receive and File.

5. **SB 1383 COMPLIANCE SUPPORT SERVICES STATUS REPORT – INFORMATION ITEM**

The Board will receive a status report on the SB 1383 compliance support services being provided to the RSWA Member Cities by Solana Center for Environmental Innovation.

6. **FINANCE AND BUDGET - INFORMATION AND ACTION ITEMS**

A. **Review and Approval of Independent Auditor’s Report on the Audit of the Financial Statements for Fiscal Year 2021/2022 – Action Item**

The Pun Group will present the Fiscal Year 2021/2022 Auditor’s Report to the Board. Recommended Action: Approve the Auditor’s Report and associated audit letters.

B. **Final Financial Reports for FY 2022/2023 – Information Item (Receive and File)**

General Manager Eggart will review the final budget status and cash activity reports for FY 2022/2023. Recommended Action: Receive and File

C. **Investment Report for the First Quarter of Fiscal Year 2023/2024 – Information Item (Receive and File)**

General Manager Eggart will review the investment reports for the First Quarter of FY 2023/2024. Recommended Action: Receive and File.

D. **Budget and Expenditure Status for the First Quarter of Fiscal Year 2023/2024 – Information Item (Receive and File)**

General Manager Eggart will review the budget status, financial status, and cash activity reports for the First Quarter of FY 2023/2024. Recommended Action: Receive and File.

E. **Report on FY 2023/2024 Environmental Enhancement Program, HHW & Organics Education, and SB 1383 Compliance Assistance Distributions to the RSWA Members – Information Item (Receive and File)**

General Manager Eggart will provide a report on the FY 2023/2024 Environmental Enhancement Program, HHW & Organics Education, and SB 1383 Compliance Assistance Distributions to the RSWA Members. Recommended Action: Receive and File

7. **ADMINISTRATIVE MATTERS – INFORMATION AND ACTION ITEMS**

A. Review Future Meeting Schedule – Possible Action Item

This item is scheduled for discussion and approval of the future meeting schedule for the Board of Directors. The current regular meeting schedule is:

January 4, 2024

April 4, 2024

July 4, 2024 **This meeting will be cancelled or rescheduled at the direction of the Board

The Board may make changes to the time, date, or location of future meetings and/or schedule additional meetings.

B. Approval of Board Member and General Manager Attendance at and Reimbursement of Conference Expenses for all Meetings, Including Out of State Meetings, of the Following Organizations, (“List of Accepted Organizations and Conferences” – Action Item *(Roll Call Vote)*)

1. SWANA (Solid Waste Association of North America) sponsored conferences and SWANA chapter meetings
2. Waste 360 – Waste Age and Waste Expo Events, including WasteExpo
3. NSWMA (National Solid Waste Management Association) and WASTEC (Waste Equipment Technology Association) sponsored conferences
4. NAHMMA (North American Hazardous Materials Management Association) sponsored conferences and meetings
5. National Recycling Coalition sponsored events
6. California Department of Resources Recycling and Recovery (CalRecycle) sponsored events
7. San Diego Food System Alliance sponsored events

Recommended Action: Approve Board Member and General Manager attendance at meetings, including out of state meetings, on the List of Accepted Organizations and Conferences, and the reimbursement of associated expenses. This includes authorization for reimbursement of actual costs for attendance that exceed \$1,000.

C. Update on Potential Educational Conference Attendance – Information Item

This item is scheduled for review of information on upcoming educational conferences.

D. Reports by Board Members and/or RSWA Staff Regarding Conferences Attended – Information Item

This item is scheduled to provide an opportunity for Board Members or RSWA Staff to report on conferences attended.

8. HOUSEHOLD HAZARDOUS WASTE (HHW), ORGANIC WASTE, AND OTHER SOLID WASTE ISSUES – INFORMATION ITEMS

A. HHW Participation Reports – Information Item

General Manager Eggart will review the HHW participation summary reports for the first quarter of FY 2023/2024 with the Board.

B. Legislative Update – Information Item

General Manager Eggart will update the Board on pending legislation of interest relating to solid waste, organic waste and household hazardous waste.

C. Update on HHW Issues, Organics Disposal Issues, and Other Potential Future Issues – Information Item

General Manager Eggart will update the Board on other current household hazardous waste, organics, and solid waste issues, and other potential future issues affecting RSWA.

9. COMMENTS FROM ASSOCIATION MEMBERS, GENERAL COUNSEL AND GENERAL MANAGER

The Members may ask questions, make comments and ask that any matter be agendaized for consideration at a later meeting.

10. ADJOURNMENT

Adjournment to the meeting of January 4, 2024 at 9:00 a.m. at the Fletcher Cove Community Center, 133 Pacific Avenue, Solana Beach, CA.

REGIONAL SOLID WASTE ASSOCIATION

ADDRESSING THE ASSOCIATION BOARD

If you wish to speak to an item not on the posted agenda, but within the Association's subject matter jurisdiction, please submit a speaker slip to speak during Oral Communications. The Brown Act does not allow any discussion or action by the Board or staff on matters raised during public comment except: 1) to briefly respond to statements made or questions posed, 2) ask a question for clarification, 3) receive and file the matter, 4) if it is within staff's authority, refer it to them for a reply, or 5) direct that it be placed on a future board agenda for a report or action. A reasonable amount of time will be allocated by the Chair for public comment. Time donations are not permitted during Oral Communications.

If you wish to speak to an item on the agenda, please fill out a speaker slip indicating which agenda Item number you wish to speak to and hand it in before that item has been announced by the Chair. To donate time to another person, fill out a speaker slip indicating that fact. The person or persons donating time must be present when the speaker to whom they have donated time is heard.

ADDITIONAL INFORMATION: This agenda provides a brief description of each item to be considered by the Association Board. All revised or additional documents and writings related to any items on the agenda, which are distributed to all or a majority of the Board Members within 72 hours preceding a meeting, shall be available for public inspection (1) at the Solana Beach City Clerk's office during normal business hours; and (2) at the Fletcher Cove Community Center at the time of the meeting. Additional information is available through the General Manager to the Association at (714) 415-1062.

**PUBLIC NOTICE FOR THE REGULAR MEETING OF
THE REGIONAL SOLID WASTE ASSOCIATION
BOARD OF DIRECTORS**

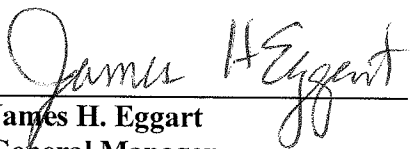
**October 5, 2023
9:00 a.m.**

**Fletcher Cove Community Center
133 Pacific Avenue
Solana Beach, CA**

In accordance with the requirements of California Government Code Section 54954.2(a)(1), this Notice and the Agenda has been posted at Fletcher Cove Community Center, 133 Pacific Avenue, Solana Beach, CA and Solana Beach City Hall, 635 South Highway 101, Solana Beach, CA not less than 72 hours prior to the meeting date and time above.

In compliance with the Americans With Disabilities Act, if you need special assistance to participate in this meeting, please contact the Association's General Manager, James Eggart, at (714) 415-1062 at least forty-eight (48) hours prior to the meeting to allow the Association to make reasonable arrangements to ensure accessibility to this meeting.

I, James H. Eggart, General Manager of the Regional Solid Waste Association, do hereby declare that I caused the posting of the agenda for the regular meeting of the Regional Solid Waste Association for October 5, 2023 in the locations listed above which are freely accessible to the public at or prior to 9:00 a.m. on October 2, 2023.



**James H. Eggart
General Manager
Regional Solid Waste Association**

Item 4.A.

**MINUTES
REGIONAL SOLID WASTE ASSOCIATION
SPECIAL MEETING**

**July 13, 2023
9:00 a.m.**

**City of Solana Beach Council Chambers
635 South Highway 101
Solana Beach, CA**

BOARD MEMBERS IN ATTENDANCE:

**Mayor Ron Morrison, City of National City – RSWA Chairperson
Council Member Dwight Worden, City of Del Mar– RSWA Vice-Chairperson
Deputy Mayor David Zito, City of Solana Beach – RSWA Secretary
Mayor Tony Kranz, City of Encinitas
Council Member Peter De Hoff, City of Poway
Council Member Katie Melendez, City of Vista (Alternate)**

BOARD MEMBERS ABSENT:

Council Member Michael Morasco, City of Escondido

STAFF RESOURCES IN ATTENDANCE:

James H. Eggart, General Manager/General Counsel

1. CALL TO ORDER AND PLEDGE OF ALLEGIANCE

Chairperson Morrison called the meeting to order at 9:15 a.m.

Board Member Zito led the Board in the Pledge of Allegiance.

2. SWEARING-IN OF NEW BOARD MEMBER(S)

General Manager Eggart administered the Oath of Office to Alternate Board Member Katie Melendez from City of Vista.

3. ORAL COMMUNICATIONS

Jessica Toth informed the board that Solana Center for Environmental Innovation offers discounted food caddies, is hosting textile recycling, and offers electronic waste drop-off.

4. **CONSENT CALENDAR**

The consent calendar included the following items:

- A. Minutes of the April 6, 2023, Meeting of the Board of the Regional Solid Waste Association – Recommended Action: Receive and File.
- B. Minutes of the June 7, 2023, Meeting of the Budget Subcommittee of the Regional Solid Waste Association – Recommended Action: Receive and File.
- C. RSWA Website Activity Report for Fourth Quarter of FY 2022/2023 – Recommended Action: Receive and File.
- D. Amendment No. 1 to Consultant Services Agreement between RSWA and Woodruff & Smart: Receive and File.

MOTION WAS MADE TO APPROVE THE CONSENT CALENDAR.

(Motion by Board Member Kranz, City of Vista/Second by Vice-Chairperson Worden, City of Del Mar). Motion was approved by a vote of 6 ayes, 0 nays, and 0 abstentions, with one absence.

Ayes: Kranz, De Hoff, Melendez, Zito, Worden, Morrison

Nays:

Abstain:

Absent: Morasco

5. **REPORTS BY MEMBER CITIES ON USE OF RSWA FUNDING – INFORMATION ITEM**

The Board reviewed reports provided by each of the Member Cities on the use of the funding they received from RSWA for FY 2022/23. A staff report detailing the activities outlined in the reports was included in the agenda packet provided to the Board Members and the public. No action was taken.

6. **SB 1383 COMPLIANCE SUPPORT SERVICES STATUS REPORT – INFORMATION ITEM AND POTENTIAL ACTION ITEM**

General Manager Eggart provided a status report on SB 1383 compliance support services provided to the RSWA Member Cities by Solana Center for Environmental Innovation and discussed proposed parameters for amending and extending the existing agreement between RSWA and Solana Center. Jessica Toth from Solana Center provided a presentation and status update and responded to Board Member questions. By affirmative consensus of all six Board Members present, the Board authorized and directed the General Manager to pursue a sixth amendment the existing agreement with Solana Center for Environmental Innovation for Fiscal Years 2023-2024 and 2024-2025 in accordance with the parameters presented at the meeting.

7. FINANCE AND BUDGET – INFORMATION & ACTION ITEMS

A. RSWA Investment Report for the Fourth Quarter of Fiscal Year 2022/2023 – Information Item (Receive and File)

General Manager Eggart reviewed the Investment Report as of June 30, 2023. All of RSWA's funds are invested in the City of National City's portfolio. As of June 30, 2023, RSWA had an invested case balance of \$350,432. Details on the City of National City's portfolio and investment activity through April 30, 2023, was provided to the Board Members in their respective agenda packets.

MOTION WAS MADE TO RECEIVE AND FILE THE INVESTMENT REPORT FOR THE FOURTH QUARTER OF FISCAL YEAR 2022/2023

(Motion by Secretary Zito, City of Solana Beach/Second by Board Member De Hoff, City of Poway). Motion was approved by a vote of 6 ayes, 0 nays, and 0 abstentions, with 1 absence.

Ayes: Kranz, De Hoff, Melendez, Zito, Worden, Morrison
Nays:
Abstain:
Absent: Morasco

B. Budget and Expenditure Status for the Fourth Quarter of Fiscal Year 2022/2023 – Information Item (Receive and File)

General Manager Eggart reviewed the Financial Status and Cash Activity reports as of June 30, 2023. Details were provided to the Board Members and public in their respective agenda packets. The year-to-date activity reflected in the reports show actual revenues of \$387,914 and actual expenditures of \$365,412 through June 30, 2023. As of June 30, 2023, RSWA had a fund balance of \$350,432, which includes \$80,000 in reserves for HHW facility closures.

MOTION WAS MADE TO RECEIVE AND FILE THE FINANCIAL STATUS AND CASH ACTIVITY REPORTS FOR THE FOURTH QUARTER OF FISCAL YEAR 2022/2023.

(Motion by Board Member De Hoff, City of Poway/Second by Board Member Kranz, City of Encinitas). Motion was approved by a vote of 6 ayes, 0 nays, and 0 abstentions, with 1 absence.

Ayes: Kranz, De Hoff, Melendez, Zito, Worden, Morrison
Nays:
Abstain:
Absent: Morasco

C. Consideration and Approval of Amended FY 2023/2024 Budget and FY 2024/2025 Budget – Action Item

General Manager Eggart and the Budget Subcommittee comprised of Chairperson Morrison, Vice-Chairperson Worden and Treasurer Green presented the proposed Amended FY 2023/2024 Budget and FY 2024/2025 Budget for review and approval. The proposed budgets and a detailed report were included within the agenda packet and supplemental materials provided to the Board Members and the public at the meeting. The total proposed expenditure budgets are \$401,852 for FY 2023/2024 and \$401,852 for FY 2024/2025. The proposed Budgets contain a “Contingency” Budget category and provides that funds budgeted for Contingency purposes may be expended for unanticipated expenses not otherwise reflected in the adopted budgets. In addition, pursuant to the proposed Budgets, the General Manager is authorized to administratively transfer funds budgeted for one expense category to one or more other expense categories as directed by the RSWA Board or as otherwise necessary and appropriate, provided the total budget for expenses is not exceeded.

The recommended action was to approve the Amended Fiscal Year 2023/2024 Budget and Fiscal Year 2024/2025 Budget as presented.

MOTION WAS MADE TO APPROVE AND FILE THE AMENDED FY 2023/2024 BUDGET AND FY 2024/2025 BUDGET.

(Motion by Alternate Board Member Melendez, City of Vista/Second by Vice-Chairperson Worden, City of Del Mar). Motion was approved by a vote of 6 ayes, 0 nays, and 0 abstentions, with 1 absence.

Ayes: Kranz, De Hoff, Melendez, Zito, Worden, Morrison

Nays:

Abstain:

Absent: Morasco

D. Review of Investment Policy and Renewal of Delegation of Investment Authority – Action Item

The Board reviewed the current City of National City Investment Policy and proposed Resolution confirming the continued delegation of authority to the appropriate National City officials to invest and reinvest RSWA’s funds.

MOTION WAS MADE TO ADOPT RESOLUTION NO. 2023-01 CONFIRMING CONTINUED DELEGATION OF AUTHORITY TO THE APPROPRIATE CITY OF NATIONAL CITY OFFICIALS TO INVEST THE ASSOCIATION’S FUNDS IN ACCORDANCE WITH THE CITY’S ADOPTED INVESTMENT POLICY.

(Motion by Secretary Zito, City of Solana Beach/Second by Board Member Kranz, City of Encinitas). Motion was approved by a vote of 6 ayes, 0 nays, and 0 abstentions, with 1 absence.

Ayes: Kranz, De Hoff, Melendez, Zito, Worden, Morrison
Nays:
Abstain:
Absent: Morasco

8. **HOUSEHOLD HAZARDOUS WASTE (HHW), ORGANIC WASTE, AND OTHER SOLID WASTE ISSUES – INFORMATION AND ACTION ITEM**

A. **HHW Participation Reports – Information Item**

General Manager Eggart reviewed the HHW participation summary reports for FY 2022/2023. Copies of the reports were provided to the Board and the public at the meeting. No action was taken.

Board Member Kranz left the meeting at 10:11 a.m.

B. **Legislative Update – Information and Potential Action Item**

General Counsel Eggart advised the Board on pending state legislation of interest relating to solid waste, organic waste, recycling, and household hazardous waste. A memorandum and PowerPoint presentation were provided to the Board and the public at the meeting. No action was taken.

C. **Update on HHW Issues, Organic Waste Disposal Issues, and other Potential Future Issues – Information Item**

This item was scheduled for the Board to be updated on other current household hazardous waste, organic waste, and solid waste issues, and other potential future issues affecting RSWA. General Manager Eggart provided a brief report. Jim Ambroso from EDCO updated the Board on the status of certain SB 1383 compliance activities. No action was taken.

9. **ADMINISTRATIVE MATTERS - POSSIBLE ACTION ITEMS**

A. **Review Future Meeting Schedule – Possible Action Item**

This item was scheduled for discussion and approval of the future Board meeting schedule. It was noted that previously approved meeting schedule was as follows:

October 5, 2023
January 4, 2023
April 4, 2023

No changes were made to the existing meeting schedule.

B. Subcommittee Reports – Information and Potential Action Item

This item was scheduled for Board subcommittees to provide a report to the full Board regarding subcommittee meetings and action. It was noted that the Budget Subcommittee had already addressed the Board under Item 7.C. There were no other reports. No action was taken.

C. Update on Potential Educational Conference Attendance – Information Item

This item was scheduled for review of information on upcoming educational conferences. There were no upcoming educational conferences of interest.

D. Reports by Board Members and/or RSWA Staff Regarding Conferences Attended – Information Item

This item was scheduled to provide an opportunity for Board Members or RSWA Staff to report on conferences attended. Chairperson Morrison reported on the WasteExpo conference.

10. COMMENTS FROM ASSOCIATION MEMBERS, GENERAL COUNSEL AND GENERAL MANAGER

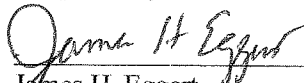
General Manager Eggart reported to the Board that he was asked to serve on the Board of Advisors for a joint project between UC Irvine and the REMADE INSTITUTE to model reverse flows of selected recycled materials, their associated energy use and their GHG emissions. He also provided the Board with a status update on the audit, reminded Board Members to provide him with copies of their ethics training certifications, and advised Alternate Board Member Melendez to complete her assuming office statement through the County’s eDisclosure filing system.

Chairperson Morrison commented that it has been 30 years this month since the organization’s first meeting.

11. ADJOURNMENT

Chairperson Morrison adjourned the meeting at 10:40 a.m. to the scheduled regular meeting of October 5, 2023, at 9:00 a.m., to be held at the Fletcher Cove Community Center, 133 Pacific Avenue, Solana Beach, CA.

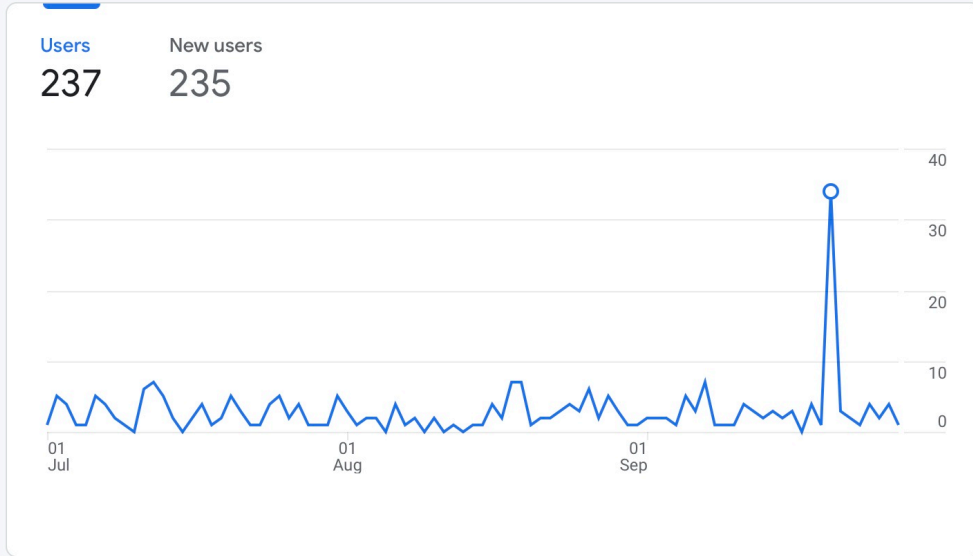
Respectfully Submitted:


James H. Eggart
General Manager

Approved:


David Zito
RSWA Secretary

Item 4.B.



Users ▾ by Audience

AUDIENCE	USERS
All Users	237

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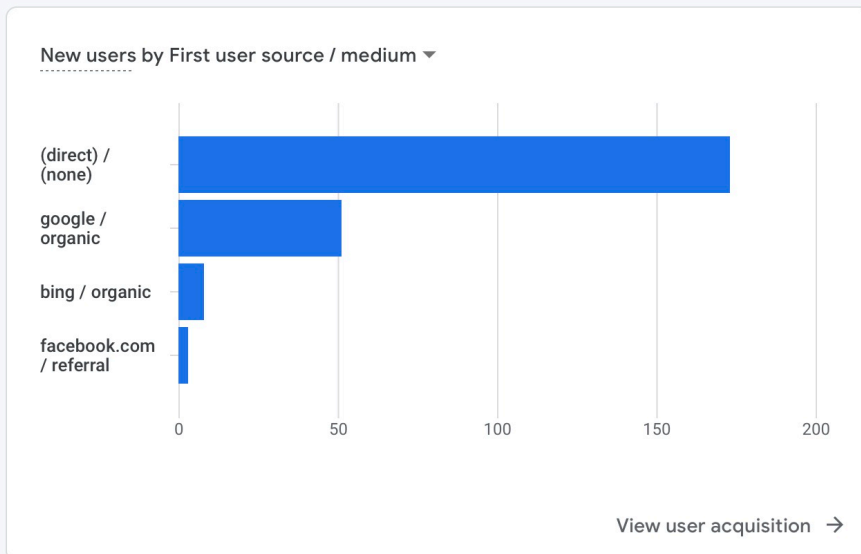
DEVICE CATEGORY	SESSIONS
Desktop	231
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Sessions ▾ by Session default channel gro... ▾

SESSION DEFAULT ...	SESSIONS
Direct	217
Organic Search	89
Organic Social	3
Unassigned	1

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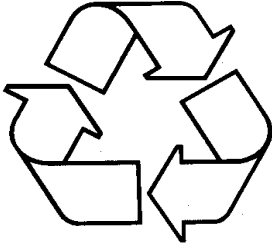


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CITY	USERS
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San Francisco	25
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New York	13
Columbus	11
Boardman	8
Ashburn	7

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Item 5.



REGIONAL SOLID WASTE ASSOCIATION

Member Agencies: Cities of Del Mar, Encinitas, Escondido,
National City, Poway, Solana Beach, and Vista

To: RSWA Board Members
From: General Manager James H. Eggart
Subject: SB 1383 Compliance Support Services Update
Date: October 5, 2023

BACKGROUND/DISCUSSION

On March 25, 2021, RSWA entered into an Agreement for Professional Consultant Services with Solana Center for Environmental Innovation ("Solana Center") to provide SB 1383 compliance services to the six regular RSWA Member Cities (the "Agreement"). The Agreement was subsequently amended several times to change and expand the scope of work and how the services were funded.

At its July 13, 2023 meeting, the RSWA Board authorized the General Manager to negotiate and enter into a sixth amendment to the Agreement covering services provided by Solana Center to the Member Cities through June 30, 2025, along the parameters discussed at that meeting. The General Manager negotiated and entered into an Amended and Restated Agreement with Solana Center on July 31, 2023, a copy of which is attached to this Report. Per the Amended and Restated Agreement, the Cities are responsible for paying Solana Center 100% of the costs for any services they utilize at the not-to-exceed prices established in the Agreement. RSWA continues to pay Solana Center a small amount (i.e., \$9,600 per year) to cover certain administrative contract administration, accounting and reporting costs.

Solana Center began providing services under the Amended and Restated Agreement beginning August 1, 2023, and will provide the Board with a status update at its October 5, 2023, meeting.

ATTACHMENTS

Amended and Restated Agreement

AMENDED AND RESTATED AGREEMENT FOR PROFESSIONAL CONSULTANT SERVICES BETWEEN THE REGIONAL SOLID WASTE ASSOCIATION AND SOLANA CENTER FOR ENVIRONMENTAL INNOVATION

This Amended and Restated Agreement for Professional Consultant Services (“Amended Agreement”) is made and entered into as of the date of execution by the Regional Solid Waste Association, a California public entity (“RSWA”) and Solana Center for Environmental Innovation, a California nonprofit corporation (“Consultant”). RSWA and Consultant are sometimes hereinafter individually referred to as “Party” and are hereinafter collectively referred to as the “Parties.”

RECITALS

A. This Amended Agreement is entered into pursuant to the authorization of RSWA’s Board of Directors dated March 31, 2022, and July 13, 2023.

B. RSWA is a joint powers authority comprised of the City of Del Mar, the City of Encinitas, the City of National City, the City of Poway, the City of Solana Beach, the City of Vista, and the City of Escondido (each separately a “RSWA Member”, and collectively, the “RSWA Members”).

C. The RSWA Members are subject to regulations adopted by CalRecycle to implement the organic waste reduction and edible food recovery targets set forth in Senate Bill 1383 (the “SB 1383 Regulations”), which impose specified requirements on local jurisdictions pertaining to the implementation of organic waste recycling programs.

D. The RSWA Members require outside assistance to support their compliance with certain requirements imposed by the SB 1383 Regulations.

E. Consultant represents and maintains that it is uniquely qualified by virtue of its experience, training, education, reputation, and expertise to provide certain services to assist the RSWA Members to comply with the SB 1383 Regulations and agrees to provide such services as provided herein.

F. RSWA is willing to administer this Amended Agreement for the benefit of the RSWA Members.

G. The Parties previously entered into that certain Agreement for Professional Consultant Services, dated March 25, 2021 (“Original Agreement”), Amendment No. 1 to Agreement for Professional Services, dated May 26, 2021 (“Amendment No. 1”), Amendment No. 2 to Agreement for Professional Services, dated December 15, 2021 (“Amendment No. 2”), Amendment No. 3 to the Agreement dated April 15, 2022 (“Amendment No. 3”), Amendment No. 4 to the Agreement dated October 10, 2022 (“Amendment No. 4”), and Amendment No. 5 to the Agreement dated June 6, 2023, pursuant to which Consultant provided specified services to RSWA and the RSWA Members pertaining to compliance with the SB 1383 Regulations. The Original

Agreement, Amendment No. 1, Amendment No. 2, Amendment No. 3, Amendment No. 4, and Amendment No. 5 are collectively referred to in this Amended Agreement as the “Agreement”.

H. The Parties mutually desire to amend and restate the Agreement as provided herein.

NOW, THEREFORE, in consideration of these recitals and the mutual covenants contained herein, the Parties agree as follows:

1.0 TERM OF AMENDED AGREEMENT

This Amended Agreement shall cover Consultant’s services provided from August 1, 2023 through June 30, 2025, unless earlier terminated as provided herein or superseded by mutual agreement of the Parties.

2.0 CONSULTANT’S OBLIGATIONS - SCOPE OF WORK

2.1 Services to Be Provided by Consultant

2.1.1 Services Provided to RSWA Members. Upon request of a RSWA Member, Consultant agrees to provide the RSWA Member with any of the optional SB 1383 Compliance Support Services described in Attachment A to this Amended Agreement at amounts that do not exceed the unit costs stated in Attachment A. The specific manner in which said services are to be performed is described at length in Attachment A and are collectively referred to for purposes of the Amended Agreement as “Described Services.” All Described Services provided by Consultant will be paid for by the requesting RSWA Member in accordance with Section 3 herein. Consultant shall only provide such services to a RSWA Member upon receipt of written authorization from an authorized official of the RSWA Member requesting such services and agreeing to pay Consultant directly for such services. Consultant shall promptly provide a copy of each such written authorization received from a RSWA Member to RSWA’s General Manager upon request. Consultant understands and agrees that the RSWA Members may choose to use some, all, or none of the services described in Attachment A and are not required to engage or utilize Consultant for such services, and that this Amended Agreement does not guarantee any specific amount of work to Consultant.

At Consultant’s discretion, Consultant may also provide any Described Services to other cities or public agencies that are not RSWA Members on the terms set forth in this Agreement, and such cities or public agencies may independently contract with Consultant to provide Described Services at the unit costs stated in Attachment A.

2.1.2 Services Provided to RSWA. Consultant agrees to provide RSWA with quarterly written reports summarizing the Described Services provided to each RSWA Member, to provide an oral status report at each quarterly regular meeting of the RSWA Board of Directors, to keep RSWA reasonably apprised of the status of Described Services being provided to RSWA Members and pertinent information and developments related thereto, and to reasonably respond to requests from the RSWA General Manager for information pertaining to Consultant’s provision of Described Services pursuant to this Amended Agreement.

2.2 Consultant shall perform all work required to accomplish the Described Services in conformity with applicable requirements of local, State, and Federal law.

2.3 Consultant is hired to render the Described Services and any payments made to Consultant are compensation fully for such services.

2.4 Consultant shall maintain professional certifications as required in order to properly comply with all local, State, and Federal law.

2.5 Consultant shall assign only competent personnel to perform Described Services pursuant to this Amended Agreement. In the event that RSWA, in good faith, at any time during the term of this Amended Agreement, desires the removal of any persons assigned by Consultant to perform Described Services, Consultant shall, immediately upon receiving notice from RSWA of such desire of RSWA, cause the removal of such person or persons.

2.6 Consultant shall work directly with staff of the RSWA Members to provide the Described Services; however, Consultant shall not provide additional services or modify the scope of the services or the deliverables to be provided under this Amended Agreement without the express written agreement of RSWA's General Manager. Consultant shall provide copies of all deliverables to the RSWA Member for which they are prepared.

3.0 PAYMENT FOR SERVICES

3.1 Services Provided to RSWA Members. Compensation payable to Consultant for Described Services provided directly to RSWA Members pursuant to Section 2.1.1 shall not exceed the unit cost(s) for such services described in Attachment A. Consultant shall bill and obtain payment from each RSWA Member for Described Services Consultant provides such RSWA Member in accordance with the written agreement between Consultant and such RSWA Member for such Described Services, and RSWA shall not be responsible for any payments to Consultant for such services. Unless otherwise agreed between Consultant and the RSWA Member, Consultant shall submit monthly invoices to each RSWA Member for which it is engaged and requested to provide Described Services, which describe the nature, amount (per unit), and associated cost of the Described Services provided by Consultant in the previous month. Except as specifically authorized by a RSWA Member, Consultant shall not bill such RSWA Member for duplicate services performed by more than one person. Upon request from the RSWA General Manager, Consultant shall provide RSWA with copies of invoices submitted to RSWA Members.

3.2 Services Provided to RSWA. In consideration for providing the services, reports, and information to RSWA described in Section 2.1.2, and for otherwise agreeing to provide the Described Services to RSWA Members pursuant to the terms of this Amended Agreement, RSWA agrees to pay Consultant the amount of Eight Hundred Dollars (\$800.00) per month, payable quarterly, commencing August 1, 2023. Payment shall be made following submission of a written invoice from Consultant to RSWA in a form acceptable to the RSWA General Manager.

4.0 SUBCONTRACTING AND ASSIGNMENT

The experience, knowledge, capability, expertise, and reputation of Consultant, its principals and employees, were a substantial inducement for RSWA to enter into this Amended Agreement. Therefore, Consultants shall not assign the performance of this Amended Agreement, nor any part thereof, nor any monies due hereunder, voluntarily or by operation of law, without the prior written consent of RSWA. Consultants shall not contract with any other entity to perform Described Services without prior written consent of RSWA. If Consultant is permitted to subcontract any part of this Amended Agreement by RSWA, Consultant shall be responsible to RSWA and the RSWA Members for the acts and omissions of its subcontractor(s) in the same manner as it is for persons directly employed. Nothing contained in this Amended Agreement shall create any contractual relationships between any subcontractors and RSWA or any RSWA Member. RSWA and/or the RSWA Members will deal directly with and will make all payments to Consultant. Consultant shall bind every subcontractor to the terms of the Amended Agreement applicable to Consultant's work unless specifically noted to the contrary in the subcontract in question and approved in writing by RSWA. In addition, neither this Amended Agreement nor any interest herein may be transferred, assigned, conveyed, hypothecated, or encumbered voluntarily or by operation of law, whether for the benefit of creditors or otherwise, without the prior written consent of RSWA. In the event of any such unapproved transfer, including any bankruptcy proceeding, this Amended Agreement shall be void. No approved transfer shall release Consultant or any surety of Consultant from any liability hereunder without the express written consent of RSWA

5.0 PROJECT SCHEDULE AND COMPLETION DATES

The schedule for Consultant's completion of any Described Services requested by a RSWA Member shall be mutually agreed upon by Consultant and such RSWA Member at the time such Described Services are requested. Consultant agrees to diligently prosecute such Described Services to completion and in accordance with the agreed-upon schedule.

6.0 EXTRA WORK

Consultant shall not perform work in excess of the Described Services without the prior, written approval of RSWA and the RSWA Member to which the Describes Services are proposed to be provided.

7.0 VERBAL AGREEMENT OR CONVERSATION

No verbal agreement or conversation with any officer, agent or employee of RSWA or any of the RSWA Members, either before, during or after the execution of this Amended Agreement, shall affect or modify any of the terms or obligations herein contained nor shall such verbal agreement or conversation entitle Consultant to any additional payment whatsoever.

8.0 TERMINATION OF AGREEMENT

This Amended Agreement may be terminated by either Party, without cause, upon the giving of no less than thirty (30) days written notice to the other Party and to each RSWA Member to which any Described Services are being provided under this Amended Agreement. Prior to the 10th day following termination, the Consultant shall: (1) assemble the completed work product to date, and put same in order for proper filing and closing, and deliver said product to RSWA and/or the RSWA Member to which it relates; (2) place all work in progress in a safe and protected condition; and (3) provide RSWA and each RSWA Member to which Consultant is providing any Described Services with an invoice describing the nature, amount, and associated cost of services provided by Consultant through the date of termination for which Consultant desires to be compensated.

9.0 COVENANTS AGAINST CONTINGENT FEES

Consultant warrants that it has not employed or retained any company or person, other than a bona fide employee working for Consultant, to solicit or secure this Amended Agreement, and that Consultant has not paid or agreed to pay any company or person, other than a bona fide employee, any fee, commission, percentage, brokerage fee, gift, or any other consideration contingent upon, or resulting from, the award or making of this Amended Agreement. For breach or violation of this warranty, RSWA shall have the right to terminate this Amended Agreement without liability, or, at RSWA's discretion to deduct from the Amended Agreement price or consideration, or otherwise recover the full amount of such fee, commission, percentage, brokerage fee, gift or contingent fee.

10.0 OWNERSHIP OF DOCUMENTS

10.1 All plans, studies, sketches, drawings, reports and specifications as herein required are the property of RSWA or the RSWA Member for which they are prepared, whether or not RSWA or the RSWA Member proceeds with the project for which such documents are prepared.

10.2 This Amended Agreement creates a nonexclusive and perpetual right or license for RSWA and the RSWA Members to copy, use, modify, reuse, and sublicense any and all copyrights, designs, and other intellectual property embodied in the writings prepared by Consultant, and Consultant's subcontractors, under this Amended Agreement. In the event RSWA or any of the RSWA Members should ever desire to undertake a project or review other proposed projects based upon the documents, the Consultant agrees that for RSWA and the RSWA Members shall have the right to reuse all or any portion of the documents at no additional compensation to the Consultant.

11.0 STATUS OF CONSULTANT

11.1 Consultant shall perform the services provided for herein in a manner of Consultant's own choice, as an independent contractor and in pursuit of Consultant's independent calling, and not as an employee of RSWA or any RSWA Member. Consultant shall

be under control of RSWA only as to the result to be accomplished and the personnel assigned to the project. However, Consultant shall confer with RSWA and the RSWA Members.

11.2 If the Consultant subcontracts any of the work to be performed under this Amended Agreement, Consultant shall be as fully responsible to RSWA and the RSWA Members for the acts and omissions of the Consultant's subcontractor and of the persons either directly or indirectly employed by the subcontractor, as Consultant is for the acts and omissions of persons directly employed by Consultant. Nothing contained in this Amended Agreement shall create any contractual relationship between any subcontractor of Consultant and RSWA or any of the RSWA Members. The Consultant shall bind every subcontract by the terms of the Amended Agreement applicable to Consultant's work, including indemnity and insurance requirements.

11.3 Consultant shall not incur or have the power to incur any debt, obligation, or liability against RSWA, or bind RSWA in any manner.

11.4 No RSWA or RSWA Member benefits shall be available to Consultant, Consultant's subcontractors, their officers, employees, or agents, in connection with the performance of any Described Services under this Amended Agreement. Except for fees paid to Consultant as provided for in this Amended Agreement, neither RSWA nor any RSWA Member shall pay salaries, wages, or other compensation to Consultant for the performance of any Described Services under this Amended Agreement. Neither RSWA nor any RSWA Member shall be liable for compensation or indemnification to Consultant, Consultant's subcontractors, their officers, employees, or agents, for injury or sickness arising out of performing any Described Services hereunder. If for any reason any court or governmental agency determines that RSWA or any RSWA Member has financial obligations, other than pursuant to Section 3.0 herein, of any nature relating to salary, taxes, or benefits of Consultant's officers, employees, representatives, agents, or subconsultants or subcontractors, Consultant shall defend, indemnify, and hold harmless RSWA and the RSWA Member from and against all such financial obligations.

12.0 COVENANT AGAINST DISCRIMINATION

In connection with its performance under this Amended Agreement, Consultant shall not discriminate against any employee or applicant for employment because of race, disability, medical condition, religion, color, sex, sexual orientation, age, marital status, ancestry, or national origin. Consultant shall ensure that applicants are employed, and that employees are treated during their employment, without regard to their race, disability, medical condition, religion, color, sex, sexual orientation, age, marital status, ancestry, or national origin. Such actions shall include, but not be limited to, the following: employment, upgrading, demotion or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship.

13.0 HOLD HARMLESS

13.1 To the greatest extent allowed by law, Consultant shall defend and indemnify and hold RSWA, the RSWA Members, their officials, officers, agents, employees, consultants, and representatives (collectively, "Indemnitees") free and harmless from any and all claims, demands, negligence (including the active or passive negligence of Indemnitees as allowed by law), causes of action, costs, expenses, liabilities, losses, damages or injuries, in law or equity, regardless of whether the allegations are false, fraudulent, or groundless, to property or persons, including wrongful death, to the extent arising out of or incident to any acts, omissions, negligence or willful misconduct of Consultant, its officials, officers, employees, agents, consultants, subcontractors and contractors arising out of or in connection with the performance of the scope of work of this Amended Agreement, including without limitation the payment of all damages and attorney's fees, fines, penalties and other related costs and expenses. The only limitations on this provision shall be those imposed by Civil Code Section 2782 or other applicable provisions of law.

13.2 Consultant's defense obligation (with counsel approved by Indemnities), shall arise immediately upon an Indemnitee's tender, at Consultant's own cost, expense and risk, any and all such aforesaid suits, actions or other legal proceedings of every kind that may be brought or instituted against Indemnities, notwithstanding whether liability is or can be established against Indemnities. Consultant shall pay and satisfy any judgment, award or decree that may be rendered against Indemnities in any such suit, action or other legal proceeding. Consultant shall reimburse Indemnities for any and all legal expenses and costs incurred by each of them in connection therewith or in enforcing the indemnity herein provided. The only limitations on this provision shall be those imposed by Civil Code Section 2782 or other applicable provisions of law.

13.3 Acceptance by RSWA of the work performed under this Amended Agreement does not operate as a release of said Consultant from such professional responsibility for the work performed. It is further understood and agreed that Consultant is apprised of the scope of the work to be performed under this Amended Agreement and Consultant agrees that said work can and shall be performed in a fully competent manner.

13.4 Acceptance of insurance certificates and endorsements required under this Amended Agreement does not relieve Consultant from liability under this indemnification and hold harmless clause. This indemnification and hold harmless clause shall apply whether or not such insurance policies shall have been determined to be applicable to any of such damages or claims for damages.

14.0 INSURANCE

14.1 Consultant shall obtain, and during the term of this Amended Agreement shall maintain insurance policies of general liability and automobile liability insurance from an insurance company authorized to be in business in the State of California. Each such policy shall be in an amount of not less than one million dollars (\$1,000,000) for each occurrence, and shall be endorsed with the following language:

A. The Regional Solid Waste Association, the City of Del Mar, the City of Encinitas, the City of National City, the City of Poway, the City of Solana Beach, the City of Vista, the City of Escondido and their respective officers, elected officials, employees, agents and volunteers are to be covered as additional insured by endorsement, using form ISO CG 20-10-10-01 and CG 20-37-10-01 or the exact equivalent with respect to liability arising out of the acts and omissions by or on behalf of Consultant.

B. The insured waives all rights of subrogation against the Regional Solid Waste Association, the City of Del Mar, the City of Encinitas, the City of National City, the City of Poway, the City of Solana Beach, the City of Vista, the City of Escondido and their respective officers, elected officials, employees, agents and volunteers.

C. Provide that the policy shall remain in full force during the full term of this Amended Agreement and shall not be canceled, voided, terminated, reduced, or allowed to expire without thirty (30) days prior written notice from the issuance company being received by RSWA.

14.2 Consultant shall obtain, and during the term of this Amended Agreement shall maintain, a policy of professional liability insurance that shall:

A. Be from an insurance company authorized to be in business in the State of California;

B. Be in an insurable amount of not less than \$1,000,000 for each occurrence; and

C. Provide that the policy shall remain in full force during the full term of this Amended Agreement and shall not be canceled, terminated, or allowed to expire without thirty (30) days prior written notice to RSWA from the insurance company.

14.3 Before Consultant shall employ any person or persons in the performance of the Amended Agreement, Consultant shall procure a policy of statutory Workers' Compensation Insurance and Employer's Liability insurance for any and all persons employed directly or indirectly by Consultant and shall be provided with limits not less than one million dollars (\$1,000,000). The insurer shall waive all rights of subrogation against RSWA and the RSWA Members for loss arising from work performed under this Amended Agreement

14.4 Consultant shall provide certificates of insurance with original endorsements to RSWA as evidence of the insurance coverage required herein. Certificates of such insurance shall be filed with RSWA on or before commencement of performance of this Amended Agreement. Current certification of insurance shall be kept on file with RSWA at all times during the term of this Amended Agreement.

14.5 The foregoing requirements shall not be interpreted to limit the types, amounts, or policy terms of insurance a RSWA Member may require Consultant to provide in conjunction with Consultant's provision of any Described Services to such RSWA Member; provided,

however, that Consultant shall not be obligated to provide any Described Services to a RSWA Member pursuant to this Amended Agreement until and unless Consultant and such RSWA Member mutually agree as to the terms of any such further insurance requirements.

15.0 DISPUTES

If a dispute should arise between Consultant and any RSWA Member regarding the performance of Described Services for the benefit of the RSWA Member under this Amended Agreement, Consultant shall first attempt to informally resolve such dispute with the RSWA Member. If Consultant is unable to resolve the dispute with the RSWA Member to the Consultant's satisfaction, Consultant shall deliver to the RSWA General Manager a letter outlining the dispute for the General Manager's review. The General Manager, at his/her sole discretion may respond as he/she deems appropriate, including recommendations for resolution, discussions or rejection of the dispute within fifteen (15) working days of receipt of the complaint. If the dispute remains unresolved and the Parties have exhausted the procedures outlined in this section, the Parties may then seek remedies available to them under this Amended Agreement and at law, including, but not limited to, under the termination procedures. This provision does not relieve Consultant of its obligation and Consultant is required to timely comply with all applicable provisions of the Government Claims Act before initiating any legal proceeding against RSWA or a RSWA Member.

16.0 CONFLICT OF INTEREST

Consultant warrants and covenants that it presently has no interest in, nor shall any interest be hereinafter acquired in, any matter which will render the services required under the provisions of this Amended Agreement a violation of any applicable state, local, or federal law, including, but not limited to, Government Code section 1090 or the Fair Political Practices Act (Gov. Code § 81000 et seq.). In addition, if any other conflict of interest should nevertheless hereinafter arise, Consultant shall promptly notify RSWA of the existence of such conflict of interest so that RSWA may determine whether to terminate this Amended Agreement.

17.0 CONSULTANT'S BOOKS AND RECORDS

17.1 Consultant shall maintain any and all ledgers, books of account, invoices, vouchers, canceled checks, and other records or documents evidencing or relating to charges for services, or expenditures and disbursements charged to RSWA or a RSWA Member for a minimum period of three (3) years, or for any longer period required by law, from the date of final payment to Consultant.

17.2 Any records or documents required to be maintained pursuant to this Amended Agreement shall be made available for inspection or audit, at any time during regular business hours, upon written request by RSWA's General Manager or General Counsel, or a designated representative of any of these officers. Copies of such documents shall be provided to RSWA for inspection when it is practical to do so. Otherwise, unless an alternative is mutually agreed upon, the records shall be available at Consultant's address indicated for receipt of notices in this Amended Agreement.

18.0 NOTICES

18.1 Any notices to be given under this Amended Agreement, or otherwise, shall be served by certified mail. All notices or other communications required or permitted under this Amended Agreement shall be in writing, and shall be personally delivered, sent by certified mail, or delivered or sent by electronic mail (e-mail), and shall be deemed received upon the earlier of (i) the date of delivery to the address of the person to receive such notice if delivered personally or by messenger or overnight courier; (ii) five (5) business days after the date of posting by the United States Post Office if by mail; or (iii) when sent if given by electronic mail.

18.2 For the purposes hereof, unless otherwise provided in writing by the parties hereto, the address of RSWA and the proper person to receive any notice on RSWA's behalf is:

James H. Eggart
General Manager, Regional Solid Waste Association
C/O Woodruff & Smart
555 Anton Boulevard, Ste. 1200
Costa Mesa, California 92626
Telephone: (714) 415-1062
Email: jeggart@woodruff.law

18.3 For the purposes hereof, unless otherwise provided in writing by the Parties hereto, the address of Consultant and the proper person to receive any notice on the consultant's behalf is:

Jessica Toth
Executive Director
Solana Center for Environmental Innovation
137 N. El Camino Real
Encinitas, CA 92024
Telephone: (760) 436-7986 Ext. 713
Email: jessica.toth@solanacenter.org

19.0 GENERAL PROVISIONS

19.1 Entire Agreement. This Amended Agreement constitutes the entire agreement between the Parties and supersedes all prior negotiations, arrangements, agreements, representations, and understandings, if any, made by or among the Parties with respect to the subject matter hereof. No amendments or other modifications of this Amended Agreement shall be binding unless executed in writing by both Parties hereto, or their respective successors, assigns, or grantees.

19.2 Waiver. Waiver of a breach or default under this Amended Agreement shall not constitute a continuing waiver of a subsequent breach of the same or any other provision under this Amended Agreement.

19.3 Severability. If any term or portion of this Amended Agreement is held to be invalid, illegal, or otherwise unenforceable by a court of competent jurisdiction, the remaining provisions of this Amended Agreement shall continue in full force and effect.

19.4 Governing Law and Venue. This Amended Agreement and all matters relating to it shall be governed by the laws of the State of California and any action brought relating to this Amended Agreement shall be held exclusively in a State Court in the County of San Diego.

19.5 Third Party Beneficiaries. The RSWA Members shall be express third party beneficiaries of Consultant's obligations under this Amended Agreement. Except as expressly provided in the foregoing sentence, nothing contained in this Amended Agreement is intended to confer, nor shall this Amended Agreement be construed as conferring, any rights, including, without limitation, any rights as a third-party beneficiary or otherwise, upon any entity or person not a party hereto.

19.6 Counterparts. This Amended Agreement may be executed in several counterparts, each of which shall be deemed an original, and all of such counterparts together shall constitute one and the same instrument. These counterparts may be transmitted by Portable Document Format (PDF), with the originals to be thereafter provided by the Parties. Such electronic copies shall be deemed original signatures.

20.0 CONSULTANT'S CERTIFICATION OF AWARENESS OF IMMIGRATION REFORM AND CONTROL ACT OF 1986

Consultant certifies that Consultant is aware of the requirements of the Immigration Reform and Control Act of 1986 (8 USC §§ 1101-1525) and has complied and will comply with these requirements, including but not limited to verifying the eligibility for employment of all agents, employees, subcontractors and consultants that are included in this Amended Agreement.

21.0 CONSULTANT'S AWARENESS AND COMPLIANCE WITH THE AMERICANS WITH DISABILITIES ACT OF 1990 AND SECTION 504 REHABILITATION ACT of 1973

Consultant certifies that Consultant is aware of the requirements of the Americans with Disabilities Act of 1990 (42 USC §§ 12101) and SECTION 504 REHABILITATION ACT of 1973 and has complied with and will comply with these requirements, included but not limited to verifying compliance of their contractors, consultants, agents, and employees.

22.0 EXECUTION OF AGREEMENT

IN WITNESS WHEREOF, the Parties have executed and entered into this Amended Agreement as of the last date written below.

REGIONAL SOLID WASTE ASSOCIATION,
a public entity

Date: 7/31/2023

By: *James H. Eggart*
James H. Eggart
General Manager

**SOLANA CENTER FOR ENVIRONMENTAL
INNOVATION,** a California nonprofit corporation

Date: 7/31/2023

By: Jessica Toth
Jessica Toth
Executive Director

Digitally signed by Jessica Toth
Date: 2023.07.31 12:33:22 -07'00'

ATTACHMENT A
SCOPE OF WORK



Described Services
SB 1383 Compliance Support Services
Amended and Restated Agreement for Professional Consulting Services
Between Regional Solid Waste Association and Solana Center for
Environmental Innovation
(August 2023 – June 2025)

Background

Through this Amended and Restated Agreement, Solana Center for Environmental Innovation (“Solana Center”) will continue to offer inspections and technical assistance for Tier 1 and Tier 2 entities and inspections of food Recovery organizations (FROs) toward SB 1383 compliance. In addition to commercial businesses, entities may include schools, multifamily dwellings, and any others included under the state mandate. Through this Amended and Restated Agreement, Solana Center also offers further tasks to support cities and businesses including the following areas – how-to and informational webinars, generator list updates, capacity planning, procurement advice, inspection training, and as-needed city assistance.

Upon request of a RSWA Member City, Solana Center will provide the City with any of the optional SB 1383 Compliance Support Services described in Table 1 at prices that do not exceed the per unit costs stated in Table 2. Table 1 lists the Described Services offered by Solana Center, broken down into Tasks, along with reference to applicable SB 1383 requirements and regulations. Table 2 contains a not-to-exceed per unit cost for each fiscal year covered by this Amended and Restated Agreement corresponding to the Tasks listed in Table 1.

Each City can work with Solana Center to determine the best mix of services tailored to the individual City and its budget. Each City will be responsible for payment to Solana Center for the cost of the services it chooses to utilize; RSWA will not be responsible for payment of any costs incurred for services Solana Center provides to any City. RSWA is allocating funding directly to each regular Member City, which may be used to cover the cost of Solana Center’s services. Solana Center will provide each City a monthly invoice and individualized reporting on progress.

Table 1
SB 1383 Compliance Support Services Available to Cities (FY 2023-2024 and FY 2024-2025)

#	Task	Description	SB 1383 requirements
Education and Outreach			
1.1	Offer Webinars	Deliver how-to webinars for food generating businesses and households	- education and outreach are required (Article 4 18985.1)
1.2	Develop & Deliver Annual Education/Outreach	Examples include updating resources and reviewing websites, which are mandatory	- annual education to all Tier 1 and Tier 2 businesses (18985.1) - website listing of food recovery organizations (FROs) updated (18985.2)
1.3	Deliver School Food Management Programs	Deliver food waste prevention and waste sorting presentations with hands-on training to help schools comply with organic waste sorting requirements on campus	- education to help schools with organic sorting compliance (Article 4 18985.1)
1.4	Deliver School District Food Recovery Programs	Guide school districts to implement efficient district-wide food recovery programs to maximize food donations	- education to help schools with organic sorting compliance (Article 4 18985.1)
Edible Food Recovery Programming			
2.1-2.3	Provide Technical Assistance to Businesses	Offer consulting services to Tier 1 and Tier 2 food businesses	- enforcement begins 1/1/2024 so those who need assistance to comply can receive help
2.4	Inspect Businesses & Food Recovery Organizations (FROs)	Conduct annual inspections to food generators and FROs covered by SB 1383 on food donation to ensure compliance Cities determine the number and frequency of inspections needed to ensure compliance	- inspections were required of Tier 1 businesses beginning 1/1/2022 - inspections are required of Tier 2 businesses beginning 1/1/2024 - inspections were required of FROs beginning 1/1/2022 - includes schools, multifamily residences, and others under SB 1383 (Article 14 18995.1)
2.5	Offer Individualized Business Support	Provide individual guidance to businesses on any SB1383 requirement	- support SB1383 compliance for businesses

2.6	Offer Inspector Training – Part 1	<p>2-part training for city staff to conduct edible food recovery inspections with lessons learned and best practices from the field.</p> <p>Part 1: basic processes, techniques, and templates Part 2: lessons, pitfalls, and exercises by industry sector</p>	<ul style="list-style-type: none"> - inspections were required of Tier 1 businesses beginning 1/1/2022 - inspections are required of Tier 2 businesses beginning 1/1/2024 - inspections were required of FROs beginning 1/1/2022 - includes schools, multifamily residences, and others under SB 1383 (Article 14 18995.1)
Capacity Planning			
3.1	Update Tier Lists & Capacity Planning	Review and update list of businesses categorized by tier. Quantify edible food generation and recovery for the County according to (1) edible food disposal by businesses and (2) food recovery capacity of FROs	<ul style="list-style-type: none"> - updated capacity planning due to CalRecycle 8/1/2024 - due to County 3-4 months prior (Article 11 18992.2)
3.2	Plan Food Rescue Additional Capacity	Determine resources needed by FROs to implement additional food rescue capacity	- if cities are in deficit, cities will need to implement additional food rescue capacity [4 months after notification by CalRecycle] (18992.2(a)(4))
Organic Waste Recycling			
4.1	Train Businesses to Recycle Organics Properly	Organic waste sorting and recycling setup guidance. Training can be varied from onsite visits, webinars, multimedia videos etc. Creation of resources (print or multi-media) and signage to help with training.	<ul style="list-style-type: none"> -properly separate materials in appropriate containers pursuant to SB1383 compliance. (Article 4 18985.1) -educate business owners about their organic recycling commercial business owner responsibilities (Article 3 18984.10)
4.2	Guide Multi-Family Properties to Recycle Organics Properly	Organic waste sorting training to multi-family businesses. Guidance can take a variety of forms - webinar, workshop, print or electronic resources. Additional hotline services to guide as needed.	-properly separate materials in appropriate containers pursuant to SB1383 compliance. (Article 4 18985.1)

Implementation Services			
5.1	Compile Food Recovery Data for City	Compile the required food recovery program and education data to support EAR reporting and ensure implementation record keeping compliance	- records must be maintained and available to CalRecycle about the food recovery program in place and education provided (Article 13 18994.2, Article 14 18995.2)
5.2	Advise on Procurement	Support cities in developing procurement processes for recycled products procurement including recycled content paper.	- cities must purchase a specific quantity of recycled organic waste products (ROWP) eg. compost, mulch, RNG, and recycled content paper. Reference AB1985 for ROWP compliance and beginning 1/1/2022 for recycled content paper. (Articles 12 18993.1, 18993.3)
5.3	Support City Enforcement	Support cities with development of enforcement processes, notices of violation, investigation of complaints, site inspections to verify corrections, and associated recordkeeping	- enforcement for all regulated businesses (T1/T2) and FROs must begin 1/1/2024 (Article 14 18995.1)
6.1	Offer As-Needed Consulting	Provide guidance on SB1383 regulation, best practices implemented, EAR support (Edible Food Recovery related sections), support for meetings with CalRecycle, etc. Confer with other entities (eg, CalRecycle, EDCO, DEH, foodbanks, corporate headquarters, other cities in the state) on client-City's behalf	- general support of SB1383 compliance to jurisdictions - necessary to get guidance from CalRecycle on City-specific issues This is proving essential as all cities are still getting up to speed on SB1383 and unexpected needs continually surface
6.2	Invoice & Report Monthly	Deliver monthly invoicing and reporting to City	- n/a
6.3	Drive Time & Mileage Expense	A set rate per trip for each city	- n/a

Table 2
Not-To-Exceed Unit Costs for SB 1383 Compliance Support Services Available to Cities

SB 1383 AMENDMENT 6 PRICING - SOLANA CENTER FOR ENVIRONMENTAL INNOVATION

Task	Units	FY24 Cost/Unit	FY25 Cost/Unit
Education & Outreach			
1.1.a Offer Webinars*	webinar	\$2,100.00	\$2,205.00
1.1.b Develop Customized Webinar Content	new topic	\$5,250.00	\$5,512.50
1.2 Develop & Deliver Annual Education/Outreach	hourly	\$105.00	\$110.25
1.3 Deliver School Food Management Programs	hourly	\$105.00	\$110.25
1.4 Deliver School District Food Recovery Programs	hourly	\$105.00	\$110.25
Edible Food Recovery Programming			
2.1 Provide Abbreviated Technical Assistance	business	\$603.75	\$633.94
2.2 Provide Tier 1 Comprehensive Technical Assistance	business	\$1,260.00	\$1,323.00
2.3 Provide Comprehensive Tier 2 Technical Assistance	business	\$840.00	\$882.00
2.4 Inspect Businesses & Food Recovery Organizations	business	\$603.75	\$633.94
2.5 Offer Individualized Business Support	hourly	\$105.00	\$110.25
2.6.a Offer Inspector Training - Part 1*	training session	\$3,750.00	\$3,937.50
2.6.b Offer Inspector Training - Part 2*	training session	\$2,500.00	\$2,625.00
Capacity Planning			
3.1 Update Tier Lists & Capacity Planning	hourly	\$105.00	\$110.25
3.2 Plan Food Rescue Additional Capacity	hourly	\$105.00	\$110.25
Organic Waste Recycling			
4.1 Train Businesses to Recycle Organics Properly	hourly	\$105.00	\$110.25
4.2 Guide Multi-Family Properties to Recycle Organics Properly	hourly	\$105.00	\$110.25
Implementation Services			
5.1 Compile Food Recovery Data for City	hourly	\$105.00	\$110.25
5.2 Advise on Procurement	hourly	\$105.00	\$110.25
5.3 Support City Enforcement	hourly	\$105.00	\$110.25
Program Management			
6.1 Offer As-Needed Consulting	hourly	\$105.00	\$110.25
6.2 Invoice & Report Monthly	monthly	\$500.00	\$525.00
6.3 Drive Time & Mileage Expense**	trip	\$78.75/hr + standard mileage rate	\$82.69/hr + standard mileage rate

* The cost of these tasks can be shared across cities

** A set rate per city will be established, based on the reduced hourly rate + federal mileage rate

Item 6.A.

Regional Solid Waste Association

National City, California

Basic Financial Statements and Independent Auditors' Reports

For the Years Ended June 30, 2022 and 2021



**Regional Solid Waste Association
For the Years Ended June 30, 2022 and 2021**

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INDEPENDENT AUDITORS' REPORT



To the Board of Directors
of the Regional Solid Waste Association
National City, California

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Regional Solid Waste Association (the "Association"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Association's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the Association, as of June 30, 2022, and the respective changes in financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Association, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

2021 Financial Statements

The Association's basic financial statements for the year ended June 30, 2021 were audited by other auditors whose report thereon dated December 15, 2021 expressed an unmodified opinion.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

To the Board of Directors
of the Regional Solid Waste Association
National City, California
Page 3

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Association’s basic financial statements. The Budgetary Comparison Schedule is presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Budgetary Comparison Schedule is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Budgetary Comparison Schedule is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 14, 2023, on our consideration of the Association’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Association’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Association’s internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "The PwC Group, LLP". The signature is written in a cursive, flowing style.

San Diego, California
September 14, 2023

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Management’s Discussion and Analysis

The Regional Solid Waste Association (“Association”) has issued its annual financial report for the fiscal years ended June 30, 2022 and 2021. The intent of this analysis is to assist the readers of the Association’s financial statements in better understanding the overall financial condition of the agency. The information presented here should be considered in conjunction with the basic financial statements to provide information about the significant events, assumptions and decisions resulting in the financial performance reflected in those statements.

Financial Highlights

- The Association's reported net position of \$320,688, of which all is considered unrestricted. This balance is inclusive of mandated reserves for the eventual closure of Household Hazardous Waste (“HHW”) facilities in Vista and Poway. It is anticipated that the Association’s net position will decrease in fiscal year 2023 as a result of expenditures exceeding revenues.
- The RSWA total net position decreased by \$150,669 in fiscal year 2022. This decrease is primarily due to operating expenses being higher due to the implementation of the SB 1383 organic recycling program.

Overview of The Financial Statements

The annual financial report consists of four parts: Management’s Discussion and Analysis, Financial Statements, Notes to the Basic Financial Statements, and Supplementary Information.

This discussion and analysis is intended to serve as an introduction to the Association’s basic financial statements, which are comprised of the following: 1) Statement of Net Position, 2) Statement of Revenues, Expenses and Changes in Net Position, 3) Statement of Cash Flows, and 4) Notes to the Basic Financial Statements.

The *Statement of Net Position* presents information on all of the Association’s assets and liabilities with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Association is improving or weakening.

The *Statement of Revenues, Expenses and Changes in Net Position* presents information showing how the Association’s net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The *Statement of Cash Flows* presents information on cash receipts and payments for the fiscal year.

The *Notes to Basic Financial Statements* provide additional information that is essential to a full understanding of the data supplied in each of the specific financial statements listed above.

The Association is a government entity operating as a Joint Powers Agency pursuant to *California Government Code* Sections 6500 et. seq (the "Joint Exercise of Powers Act"). In 1997, the cities of Del Mar, Encinitas, National City, Poway, Solana Beach and Vista voted to establish the Regional Solid Waste Association as a Joint Powers Agency (JPA). Subsequently, the City of Escondido joined the JPA as a Special Contract Party Member for the purpose of working on regional Household Hazardous Waste issues.

The Association’s activities are comprised of three major segments:

- Solid Waste Disposal Contract - In July 2010, the Association’s Board approved an Amendment to the Transfer and Disposal Services Agreement of 1999 and subsequent Memorandum of Understanding between the Association and EDCO Disposal Corporation (EDCO) dated January 2009. In 1999, the Association contracted for the long-term disposal of solid waste generated within its member cities and the 2010 Amendment provided an extension to the terms of the Agreement and MOU through June 30, 2027 in consideration of two additional disposal rate freezes - one in fiscal year 2020 and an additional rate freeze in fiscal year 2024. The basic agreement and subsequent amendments have provided substantial disposal fee savings since 1999 which are passed on to the six-member cities. The two additional disposal rate freezes approved as part of the July 2010 Amendment to the Agreement will provide additional cumulative savings to the Association member cities. The City of Escondido, as a contract member for household hazardous waste programs, does not participate in the solid waste aspects of the JPA or the Association disposal fee savings.
- Household Hazardous Waste (HHW) Program – The Association provides a multifaceted HHW program through a contract with EDCO, which contracted with Stericycle Environmental Solutions during Fiscal Year 2020 for the disposal or recycling of all elements of HHW. Citizens of the member cities as well as contract cities can utilize either of the two permanent hazardous waste collection and recycling facilities located in the cities of Poway and Vista, call for door-to-door pickup, as well as contract for a special collection event.
- Organics Program – The Association supports the activities of its member cities to comply with State mandates pertaining to the diversion of organic solid waste from landfills. In fiscal year 2021, the Association provided \$41,550 to fund a contract with a consultant to provide services to its member cities to help them comply with organic waste diversion compliance activities and programs pursuant to SB 1383. In fiscal year 2022, the Association provided \$135,673 to fund a contract with a consultant to provide services to its member cities to help them comply with organic waste diversion compliance activities and programs pursuant to SB 1383.

Financial Analysis and Condensed Financial Information

Condensed Statements of Net Position

As noted earlier, net position may serve over time as a useful indicator of an agency’s financial position. In the case of the Association, assets exceeded liabilities by \$320,688 and \$471,357 at June 30, 2022 and 2021, respectively.

	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>\$ Change</u>	<u>% Change</u>	<u>June 30, 2020</u>	<u>\$ Change</u>	<u>% Change</u>
Assets							
Current assets	<u>\$ 357,281</u>	<u>\$ 513,130</u>	<u>\$ (155,849)</u>	<u>-30.4%</u>	<u>\$ 499,542</u>	<u>\$ 13,588</u>	<u>2.7%</u>
Total assets	<u>357,281</u>	<u>513,130</u>	<u>(155,849)</u>	<u>-30.4%</u>	<u>499,542</u>	<u>13,588</u>	<u>2.7%</u>
Liabilities							
Current liabilities	<u>36,593</u>	<u>41,773</u>	<u>(5,180)</u>	<u>-12.4%</u>	<u>1,998</u>	<u>39,775</u>	<u>1990.7%</u>
Total liabilities	<u>36,593</u>	<u>41,773</u>	<u>(5,180)</u>	<u>-12.4%</u>	<u>1,998</u>	<u>39,775</u>	<u>1990.7%</u>
Net position							
Unrestricted	<u>320,688</u>	<u>471,357</u>	<u>(150,669)</u>	<u>-32.0%</u>	<u>497,544</u>	<u>(26,187)</u>	<u>-5.3%</u>
Total net position	<u>\$ 320,688</u>	<u>\$ 471,357</u>	<u>\$ (150,669)</u>	<u>-32.0%</u>	<u>\$ 497,544</u>	<u>\$ (26,187)</u>	<u>-5.3%</u>

The decrease in total net position reflects an increase in operating expenses which exceeded operating revenues compared to the prior fiscal year.

Condensed Statements of Revenues, Expenses and Changes in Net Position

	June 30, 2022	June 30, 2021	\$ Change	% Change	June 30, 2020	\$ Change	% Change
Operating revenues	\$ 351,064	\$ 362,387	\$ (11,323)	-3.1%	\$ 327,968	\$ 34,419	10.5%
Nonoperating revenues	(1,411)	895	(2,306)	-257.7%	21,444	(20,549)	-95.8%
Total revenues	<u>349,653</u>	<u>363,282</u>	<u>(13,629)</u>	<u>-3.8%</u>	<u>349,412</u>	<u>13,870</u>	<u>4.0%</u>
Operating expenses	<u>500,322</u>	<u>389,469</u>	<u>110,853</u>	<u>28.5%</u>	<u>335,356</u>	<u>54,113</u>	<u>16.1%</u>
Total expenses	<u>500,322</u>	<u>389,469</u>	<u>110,853</u>	<u>28.5%</u>	<u>335,356</u>	<u>54,113</u>	<u>16.1%</u>
Changes in net position	<u>(150,669)</u>	<u>(26,187)</u>	<u>(124,482)</u>	<u>0.0%</u>	<u>14,056</u>	<u>(40,243)</u>	<u>0.0%</u>
Net position, beginning of year	<u>471,357</u>	<u>497,544</u>	<u>(26,187)</u>	<u>-5.3%</u>	<u>483,488</u>	<u>14,056</u>	<u>2.9%</u>
Net position, end of year	<u>\$ 320,688</u>	<u>\$ 471,357</u>	<u>\$ (150,669)</u>	<u>-32.0%</u>	<u>\$ 497,544</u>	<u>\$ (26,187)</u>	<u>-5.3%</u>

The Association's net position decreased by \$150,669 in 2022, which is due to a combination of an operating loss of \$149,258 with nonoperating expenses of \$1,141.

Key elements of the revenue and expense differences between fiscal years 2022 and 2021 are as follows:

- Contractual revenues decreased by \$11,323, or 3.12 %. Contractual revenue is the RSWA's primary source of funding. The sources of this revenue include a contract with EDCO and fees collected from nonmember agencies for the use of the RSWA's managed facilities. The decrease in contractual revenues was due to increased revenue under the contract with EDCO of \$4,248 and decreased non-member HHW fee revenue of \$15,571.
- Investment revenues decreased by \$2,306, or 257.7%. The decrease was primarily due to the GASB 31 Fair Value Adjustment which decreased by \$516 or 57.65%. Actual interest income earned decreased from \$8,954 to \$3,887 for a net of \$5,067, or 56.58%. It is important to note that this adjustment is a requirement of governmental accounting standards provided for reporting purposes only.
- Administrative services increased \$1,919, or 2.29%. Administrative services include legal and consulting services and insurance costs. The Fiscal Year 2021/2022 increased administrative services was due primarily to costs associated with legal and consultant services for the implementation of the SB 1383 Organic Waste Recycling program.
- Household Hazardous Waste (HHW) and Organics program expenses increased \$85,558 or 86.32%. This increase was primarily due to the cost of the consulting contract to provide SB 1383 compliance support services to member cities, which replaced direct SB 1383 payments to member cities to help offset the costs of the organic recycling programs.
- Other expenses increased \$7,894, or 118.78%. Other expenses include costs associated with travel and meetings and similar miscellaneous expenses.

CAPITAL ASSET AND DEBT ADMINISTRATION

The Association has no capital assets or debt.

ECONOMIC OUTLOOK

The Fiscal Year 2023 budget reflects a small increase in projected revenues from the contractual adjustment provided for in the Agreement for Transfer and Disposal Services between the Association and EDCO, as amended in 2010, and an increase in projected revenues from fees collected from nonmember agencies for the use of the Association's managed facilities. The budget also once again provides for the dissemination of the Environmental Enhancement Fund checks to each of the cities for individualized environmental programs in those cities, with the total Environmental Enhancement Fund distribution of \$150,000.

Additionally, the Fiscal Year 2023 budget continues to provide for funding in the amount of \$49,000 for education and special projects related to Household Hazardous Waste (HHW) and Organic Waste diversion public information initiatives. The budget also provides for the expenditure of \$128,000 to fund projects or programs that assist the six regular member cities with compliance with Senate Bill 1383 and related state mandates pertaining to organic waste diversion.

MAJOR INITIATIVES

After the successful pilot HHW education program in Fiscal Year 2010/2011 in the cities of Encinitas and Solana Beach, in Fiscal Year 2011/2012 the RSWA Board instituted an HHW education program to enable all seven of the RSWA cities to participate. In Fiscal Year 2021/2022, each city was appropriated \$7,000 to use in the most appropriate educational manner in their individual jurisdiction and reported back to the full Board on their program. The emphasis of the funding was to support education related to disposal of HHW and the diversion of organic waste from landfills.

In Fiscal Year 2021/2022 the RSWA also continued to provide a variety of options for each jurisdiction to choose to make HHW services available to its citizens. Regional options included utilizing either of the two permanent facilities located in Poway and Vista, hosting a special collection event or using the door-to-door collection program either for seniors and disabled and/or the general population. The innovative menu of different options for the citizens to utilize assisted in encouraging the proper disposal of HHW and accomplishing the goal of maximum disposal volume of HHW.

The RSWA, through its HHW programs, addresses a wide range of HHW issues, including disposal/recycling of electronic waste, batteries, fluorescent bulbs and pharmaceutical waste in addition to the traditional HHW issues such as pesticides, paint and used oil.

The major focus and allocation of funds is to the Environmental Enhancement Program, which allows each individual member jurisdiction to target specific environmental needs and utilize the money to fund services such as recycling education, HHW program costs for disposal or litter abatement programs to support National Pollutant Discharge Elimination System (NPDES) related activities. The influx of money allows each city to not only be creative, but to individualize the program to meet the different and specific needs of each jurisdiction.

The RSWA, in conjunction with EDCO, has expanded its commitment for removal of Household Hazardous Waste from the general waste stream through participation in the Paint care program, through which used paint is dropped off at RSWA Household Hazardous Waste collection facilities in Poway and Vista and is recycled or disposed of in an environmentally responsible manner. The RSWA has been able to accomplish this in a manner resulting in an overall reduction in cost to its HHW facility users.

The RSWA also recently expanded its scope to include programs for the diversion of organic waste from landfills pursuant to State mandates, including Senate Bill 1383. Beginning in 2022, local jurisdictions in California, including the RSWA member cities, must begin complying with various new regulatory requirements related to the collection and diversion of organic waste, inspecting restaurants and other food generators and requiring them to recover edible food waste, and providing related education to residents and businesses. In 2020/2021, the RSWA contracted with Solana Center for Environmental Innovation and San Diego Food System Alliance to provide specified SB 1383 compliance support services directly to the six regular RSWA member cities to help them meet these new regulatory requirements.

The following programs were funded by the RSWA for Fiscal Year 2022:

- Provided Environmental Enhancement Program funding of \$150,000 distributed to each of the full member jurisdictions on a pro rata basis to fund programs that meet the individual needs of that municipality.
- Provided funding of \$49,000, distributed on the basis of \$7,000 to each of the seven-member jurisdictions to support education related to disposal of HHW and the diversion of organic waste from landfills.
- Provided funding of \$135,673 to contract with the Solana Center for environmental Innovation to provide support services to assist the six regular RSWA member cities with compliance with Senate Bill 1383 and related state mandates pertaining to organic waste diversion.
- The RSWA sponsored Electronic Waste Recycling and HHW Disposal Program for all member jurisdictions.

Conditions Affecting Current Financial Position

Management is unaware of any other conditions which could have a significant impact on the Association's current financial position or operating results.

Contacting the Association's Financial Management

General Management

General Manager: James H. Eggart
Phone: (714)415-1062
Email: Jeggart@wss-law.com

Financial Management

Regional Solid Waste Association
c/o City of National City Finance Department
1243 National City Blvd.
National City, CA 91950

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BASIC FINANCIAL STATEMENTS

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Regional Solid Waste Association
Statements of Net Position
June 30, 2022 and June 30, 2021

ASSETS	2022	2021
Current Assets:		
Cash and cash equivalents	\$ 324,446	\$ 484,049
Accounts receivable	32,077	24,152
Interest receivable	758	-
Prepaid items	-	4,929
Total current assets	357,281	513,130
Total assets	357,281	513,130
 LIABILITIES		
Current liabilities:		
Accounts payable	35,486	40,176
Accrued liabilities	1,107	1,597
Total current liabilities	36,593	41,773
Total liabilities	36,593	41,773
 NET POSITION		
Unrestricted	320,688	471,357
Total Net Position	\$ 320,688	\$ 471,357

Regional Solid Waste Association
Statement of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
OPERATING REVENUES:		
Contractual	\$ 351,064	\$ 362,387
Total operating revenues	<u>351,064</u>	<u>362,387</u>
OPERATING EXPENSES:		
Salaries	21,969	6,785
Legal fees and costs	29,779	27,989
Insurance	7,706	6,612
Consulting services	48,285	49,250
Member reimbursements	193,370	193,072
Household Hazardous Waste/Organics Program	184,673	99,115
Other	14,540	6,646
Total operating expenses	<u>500,322</u>	<u>389,469</u>
OPERATING INCOME (LOSS)	<u>(149,258)</u>	<u>(27,082)</u>
NONOPERATING REVENUES (EXPENSES):		
Investment income/(loss)	(1,411)	895
Total nonoperating revenues (expenses)	<u>(1,411)</u>	<u>895</u>
Income (loss)	<u>(150,669)</u>	<u>(26,187)</u>
CHANGES IN NET POSITION	<u>(150,669)</u>	<u>(26,187)</u>
NET POSITION:		
Beginning of year	471,357	497,544
End of year	<u>\$ 320,688</u>	<u>\$ 471,357</u>

Regional Solid Waste Association
Statements of Cash Flows
For the Years Ended June 30, 2022 and 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from other governments	\$ 343,139	\$ 351,396
Cash payments for operating goods and services	(455,868)	(332,132)
Cash payments to employees	(22,459)	(6,785)
Cash paid for insurance	(7,706)	(6,612)
Cash paid for other costs	(14,540)	(6,646)
Net cash provided by (used in) operating activities	(157,434)	(779)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash received from interest income	(2,169)	895
Net cash provided by (used in) investing activities	(2,169)	895
Net change in cash and cash equivalents	(159,603)	116
CASH AND CASH EQUIVALENTS:		
Beginning of year	484,049	483,933
End of year	\$ 324,446	\$ 484,049
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH (USED IN) OPERATING ACTIVITIES:		
Operating (loss)	\$ (149,258)	\$ (27,082)
Adjustments to reconcile operating income (loss) to net cash provided by/(used in) operating activities:		
(Increase) decrease in:		
Accounts receivable	(7,925)	(10,991)
Prepaid items	4,929	(2,481)
Increase (decrease) in:		
Accounts payable	(4,690)	38,178
Accrued liabilities	(490)	1,597
Total adjustments	(8,176)	26,303
Net cash provided by (used in) operating activities	\$ (157,434)	\$ (779)

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NOTES TO THE FINANCIAL STATEMENTS

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Regional Solid Waste Association
Notes to the Financial Statements
For the Years Ended June 30, 2022 and 2021

Note 1 – Description of Reporting Entity

The Regional Solid Waste Association (the “Association”) was formed under California law on September 1, 1997, through a joint powers agreement among the Cities of Del Mar, Encinitas, National City, Poway, Solana Beach, and Vista. The primary purposes of the Association are to provide stable, long-term, cost effective options for all aspects of regional solid waste disposal; to negotiate and enter into contracts for disposal of solid waste as appropriate; to coordinate and develop, as appropriate, all aspects of collecting, disposing, recycling, transferring and regulating solid waste (including but not limited to recyclables and hazardous waste); and exercise of all other appropriate powers reasonably necessary to carry out the mission and purposes of the joint powers agreement. The City of Escondido joined the JPA as a special contract party for the purpose of working on Regional Household Hazardous Waste issues. The City of National City operates as the Association’s administrator.

Note 2 – Summary of Significant Accounting Policies

The basic financial statements of the Association have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the Association’s accounting policies are described below.

A. Basis of Accounting and Measurement Focus

The basic financial statements include the Statement of Net Position, Statement of Revenues, Expenses and Change in Net Position, and Statement of Cash Flows.

The accompanying financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the Association’s assets and liabilities are included in the accompanying Statement of Net Position. The Statement of Revenues, Expenses and Change in Net Position presents the change in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. The financial statements are accounted for on a cost of services or "economic resources" measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with the activity are included on the Statement of Net Position. Their reported fund equity presents total net position. The Statement of Revenues, Expenses and Changes in Net Position present increases (revenues) and decreases (expenses) in total net position.

B. Cash and Cash Equivalents

The Association considers all highly liquid investments with maturities of three months or less when purchased, to be cash equivalents.

C. Prepaids

Prepaid items consist of goods and or services paid in the current fiscal year that will not be received until the subsequent fiscal year. These items are accounted for using the consumption method, and accordingly, the expenditure is recorded in the period in which the goods and or services are received.

Regional Solid Waste Association
Notes to the Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 2 – Summary of Significant Accounting Policies (Continued)

D. Net Position

In the Statement of Net Position, net position is classified in the following category:

- Unrestricted - This amount is all net position that does not meet the definition of "net investment in capital assets" (capital assets, net of accumulated depreciation, reduced by the outstanding debt balances of debt that is attributable to the acquisition, construction, or improvement of those assets) or "restricted net position" (restricted assets reduced by liabilities and deferred inflows of resources related to those assets).

Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Association's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

E. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 3 – Cash and Cash Equivalents

Cash and cash equivalents reported in the accompanying financial statements consist of the following at June 30, 2022 and 2021:

	2022	2021
National City pooled cash	\$ 324,446	\$ 484,049
Total cash and cash equivalents	\$ 324,446	\$ 484,049

The Association follows the practice of pooling cash and investments with the City of National City for all funds. Interest income earned on pooled cash and investments is allocated monthly to the various funds based on the average monthly invested cash balance in each participating fund.

At June 30, 2022 and 2021, all cash and investments of the Association have been pooled with the City of National City and are not presented by specific, identifiable investment securities. Investment policies and associated risk disclosures applicable to the Association are those of the City of National City and are included in the City of National City's financial statements. The financial statements can be obtained on the City's website at www.nationalcityca.gov.

Regional Solid Waste Association
Notes to the Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 4 – Economic Dependency

Contractual revenue is the Association’s primary source of funding. The sources of this revenue include a contract with EDCO Recycling and Waste Collection Services and fees collected from non-member agencies for the use of the Association’s managed facilities.

Note 5 – Member Reimbursements

A summary of the member reimbursement for the years ended June 30, 2022 and 2021 is as follows:

Members	June 30, 2022		June 30, 2021	
	Reimbursements	Percentage	Reimbursements	Percentage
Environmental Enhancement Payments:				
City of Del Mar	\$ 3,660	2.44%	\$ 4,051	2.70%
City of Encinitas	33,648	22.43%	35,360	23.57%
City of National City	23,298	15.53%	22,252	14.83%
City of Poway	29,643	19.76%	28,967	19.31%
City of Solana Beach	6,186	4.12%	6,658	4.44%
City of Vista	53,565	35.71%	52,712	35.14%
Total environmental enhancement payments	150,000	100.00%	150,000	100.00%
Tonnage Reimbursement Payments:				
City of Poway	24,283	55.99%	24,360	56.56%
City of National City	19,087	44.01%	18,712	43.44%
Total tonnage reimbursement payments	43,370	100.00%	43,072	100.00%
Total reimbursements	<u>\$ 193,370</u>		<u>\$ 193,072</u>	

Note 6 – Insurance

The Association is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Association carries commercial insurance. At June 30, 2022 and 2021 there were no claims outstanding.

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SUPPLEMENTARY INFORMATION

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**Regional Solid Waste Association
Budgetary Comparison Schedule
For the Year Ended June 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive/ (Negative)</u>
REVENUES:				
Contractual	\$ 337,478	\$ 337,478	\$ 351,064	\$ 13,586
Investment income/(loss)	6,000	6,000	(1,411)	(7,411)
Total revenues	<u>343,478</u>	<u>343,478</u>	<u>349,653</u>	<u>6,175</u>
EXPENSES:				
Salaries	22,000	24,500	21,969	2,531
Legal fees and costs	29,000	29,000	29,779	(779)
Insurance	7,706	7,706	7,706	-
Consulting services	48,600	49,000	48,285	715
Member reimbursements	193,373	193,373	193,370	3
Household Hazardous Waste/Organics Program	185,500	192,558	184,673	7,885
Other	12,110	4,610	14,540	(9,930)
Total expenses	<u>498,289</u>	<u>500,747</u>	<u>500,322</u>	<u>425</u>
CHANGE IN NET POSITION	<u>\$ (154,811)</u>	<u>\$ (157,269)</u>	<u>(150,669)</u>	<u>\$ 6,600</u>
NET POSITION:				
Beginning of year			<u>471,357</u>	
End of year			<u>\$ 320,688</u>	

**Regional Solid Waste Association
Budgetary Comparison Schedule
For the Year Ended June 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive/ (Negative)</u>
REVENUES:				
Contractual	\$ 328,230	\$ 328,230	\$ 362,387	\$ 34,157
Investment income/(loss)	6,000	6,000	895	(5,105)
Total revenues	<u>334,230</u>	<u>334,230</u>	<u>363,282</u>	<u>29,052</u>
EXPENSES:				
Salaries	8,000	8,000	6,785	1,215
Legal fees and costs	22,000	28,000	27,989	11
Insurance	6,612	6,612	6,612	-
Consulting services	39,500	49,690	49,250	440
Member reimbursements	193,072	193,072	193,072	-
Household Hazardous Waste/Organics Program	140,300	104,448	99,115	5,333
Other	10,610	10,610	6,646	3,964
Total expenses	<u>420,094</u>	<u>400,432</u>	<u>389,469</u>	<u>10,963</u>
CHANGE IN NET POSITION	<u>\$ (85,864)</u>	<u>\$ (66,202)</u>	<u>(26,187)</u>	<u>\$ 40,015</u>
NET POSITION:				
Beginning of year			<u>497,544</u>	
End of year			<u>\$ 471,357</u>	

Regional Solid Waste Association
Notes to the Supplementary Information
For the Years Ended June 30, 2022 and 2021

Note 1 – Budgetary Information

The Association adheres to the following general procedures in establishing the budgetary data reflected in the financial statements:

The annual budget adopted by the Association includes all proposed expenditures and estimated revenues.

The budget is formally integrated into the accounting system.

The budget for the Association is adopted on a basis consistent with generally accepted accounting principles. The accrual basis of accounting is employed in the preparation of the budget.

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Independent Auditors' Report

Board of Directors
Regional Solid Waste Association
National City, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Regional Solid Waste Association (the "Association"), which comprise the statement of net position as of June 30, 2022, and the related statements of revenues, expenses and changes in net position, and cash flows for the year then ended, and the related notes, which collectively comprise the basic financial statements and have issued our report thereon dated September 14, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Association's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Association’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Association’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Association’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "The Per Group, LLP". The signature is written in a cursive, flowing style.

San Diego, California
September 14, 2023

Item 6.B.

CITY OF NATIONAL CITY

MEMORANDUM

TO: James H. Eggart, RSWA General Manager/General Counsel

FROM: Phillip Davis, Financial Analyst

DATE: June 30, 2023

SUBJECT: Regional Solid Waste Association's Budget Status

Attached are the Financial Status Report and Cash Activity Report for the Regional Solid Waste Association (RSWA) for the fiscal year (FY) 2022-23. The attached reports present activity from July 1, 2022 through June 30, 2023.

REVENUES

Year-to-date (YTD) activity includes actual revenue of \$410,617 which represents 100.19 percent of the FY 2022-23 budgeted revenue. Actual revenues are consistent with what would be expected at the end of the fiscal year.

EXPENDITURES

The YTD activity includes actual expenditures for the fiscal year totaling \$395,772 which represents 88.33 percent of the FY 2022-23 budgeted amount. The actual expenditures are consistent with what would be expected at this time.

FUND BALANCE

The total fund balance as June 30, 2023 is \$337,477 which includes a balance of \$80,000 set aside and reserved for two household hazardous waste facility closures in the future.

**RSWA Cash Account
JULY 1, 2022 - JUNE 30, 2023**

Date	Check #	Name	Description	Deposit	Disbursement	Cash Balance
7/1/2022		BALANCE CARRIED FORWARD FROM 6/30/2022				322,631.80
7/8/2021	359041	WOODRUFF, SPRADLIN & SMART	LEGAL SERVICES (JUL-SEP 2022)		5,000.00	317,631.80
7/8/2021	359041	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (JULY 2022)		2,750.00	314,881.80
7/1/2022		EDCO	EDCO CONTRACT VOLUME REBATE-1st Q	75,463.02		390,344.82
7/12/2022	358979	ALLIANT INSURANCE SERVICES	COMMERCIAL CRIME INSURANCE POLICY		2,605.00	387,739.82
7/12/2022	358993	COUNTY OF SAN DIEGO	UNIFIED PROGRAM FACILITY PERMIT-POWAY		2,578.00	385,161.82
7/18/2022	359180	PROGRESSIVE TECHNOLOGY SECURITY SYS	HHW SECURITY SYSTEM MONITORING		2,448.00	382,713.82
7/18/2022	359136	CITY OF DEL MAR	HHW EDUC APPROPRIATION FY22/23		7,000.00	375,713.82
7/18/2022	359137	CITY OF ENCINITAS	HHW EDUC APPROPRIATION FY22/23		7,000.00	368,713.82
7/18/2022	359138	CITY OF ESCONDIDO	HHW EDUC APPROPRIATION FY22/23		7,000.00	361,713.82
7/18/2022	360279	CITY OF NATIONAL CITY	HHW EDUC APPROPRIATION FY22/23		7,000.00	354,713.82
7/18/2022	359141	CITY OF POWAY	HHW EDUC APPROPRIATION FY22/23		7,000.00	347,713.82
7/18/2022	359142	CITY OF SOLANA BEACH	HHW EDUC APPROPRIATION FY22/23		7,000.00	340,713.82
7/18/2022	359143	CITY OF VISTA	HHW EDUC APPROPRIATION FY22/23		7,000.00	333,713.82
7/18/2022	359193	THE SIMPLE WEB SOLUTION	WEBSITE MAINT/HOSTING/DOMAIN FY 22/23		1,309.98	332,403.84
9/29/2022	360075	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (AUG 2022)		2,750.00	329,653.84
9/15/2022	360076	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (SEPT 2022)		2,750.00	326,903.84
10/6/2022	360254	WOODRUFF, SPRADLIN & SMART	HHW PHONE REIMBURSEMENT		800.00	326,103.84
10/6/2022	360191	ALLIANT INSURANCE SERVICES	SPECIAL LIABILITY INSURANCE PROGRAM		5,560.88	320,542.96
10/6/2022		EDCO	EDCO CONTRACT VOLUME REBATE-2nd Q	75,463.01		396,005.97
10/13/2022	360425	WOODRUFF, SPRADLIN & SMART	LEGAL SERVICES (OCT-DEC 2022)		5,000.00	391,005.97
10/13/2022	360425	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (OCT 2022)		2,750.00	388,255.97
10/14/2022	ACH	CAPFORGE INC	PAYROLL PROCESSING		145.00	388,110.97
10/20/2022	DIR DEP	BOARD OF DIR STIPEND PAYMENTS	VARIOUS MEETING DATES		4,844.28	383,266.69
10/31/2022		INVESTMENT EARNINGS	JULY 1 TO OCT 31, 2022	305.13		383,571.82
11/9/2022		CLEAN EARTH QUARTER 1 PAYMENT	JULY 1 TO SEPT 30, 2022 PERIOD	16,442.94		400,014.76
12/5/2022	ACH	CAPFORGE INC	PAYROLL PROCESSING		145.00	399,869.76
12/12/2022	DIR DEP	BOARD OF DIR STIPEND PAYMENTS	VARIOUS MEETING DATES		807.36	399,062.40
1/6/2023		EDCO	EDCO CONTRACT VOLUME REBATE-3rd Q	75,463.01		474,525.41
1/12/2023	361494	CITY OF DEL MAR	ENVIRONMENTAL FUND DIST FY 22/23		3,996.00	470,529.41
1/12/2023	363067	CITY OF ENCINITAS	ENVIRONMENTAL FUND DIST FY 22/23		33,046.00	437,483.41
1/12/2023	361496	CITY OF NATIONAL CITY	ENVIRONMENTAL FUND DIST FY 22/23		24,133.00	413,350.41
1/12/2023	361497	CITY OF POWAY	ENVIRONMENTAL FUND DIST FY 22/23		28,761.00	384,589.41
1/12/2023	361498	CITY OF SOLANA BEACH	ENVIRONMENTAL FUND DIST FY 22/23		5,677.00	378,912.41
1/12/2023	361499	CITY OF VISTA	ENVIRONMENTAL FUND DIST FY 22/23		54,387.00	324,525.41
1/12/2023	361551	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (OCT 2022)		4,350.00	320,175.41
1/12/2023	361552	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (DEC 2022)		3,800.00	316,375.41
1/12/2023	361553	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (NOV 2022)		2,725.00	313,650.41
1/12/2023	361570	WOODRUFF, SPRADLIN & SMART	LEGAL SERVICES (JAN-MARCH 2023)		5,000.00	308,650.41
1/12/2023	361571	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (NOV 2022)		2,750.00	305,900.41
1/12/2023	361572	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (DEC 2022)		2,750.00	303,150.41
1/12/2023	361573	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (JAN 2023)		2,750.00	300,400.41
1/12/2023	361574	WOODRUFF, SPRADLIN & SMART	REIMB -INCIDENTAL CHARGES (OCT 2022)		414.07	299,986.34
1/12/2023	361575	WOODRUFF, SPRADLIN & SMART	REIMB -INCIDENTAL CHARGES (NOV 2022)		243.91	299,742.43
1/19/2023		CLEAN EARTH QUARTER 2 PAYMENT	OCT TO DEC 2022 PERIOD	10,998.66		310,741.09
2/15/2023		EDCO	EDCO DISPOSAL AGREEMENT ONE-TIME PYMT	25,000.00		335,741.09
2/2/2023	361875	WOODRUFF, SPRADLIN & SMART	REIMB -INCIDENTAL CHARGES (DEC 2022)		149.67	335,591.42
3/9/2023	362396	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (JAN 2023)		4,325.00	331,266.42
3/9/2023	362407	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (FEB 2023)		2,750.00	328,516.42
3/9/2023	362407	WOODRUFF, SPRADLIN & SMART	REIMB -INCIDENTAL CHARGES (JAN 2023)		85.50	328,430.92
3/23/2023	362538	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (FEB 2023)		5,750.00	322,680.92
3/23/2023	362562	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (MAR 2023)		2,750.00	319,930.92
4/6/2023	362822	WOODRUFF, SPRADLIN & SMART	GENERAL MANAGER SVCS (APR 2023)		2,750.00	317,180.92
4/6/2023	362822	WOODRUFF, SPRADLIN & SMART	LEGAL SERVICES (APR-JUN 2023)		5,000.00	312,180.92
4/11/2023		EDCO	EDCO DISPOSAL AGREEMENT ONE-TIME PYMT	25,000.00		337,180.92
4/11/2023		EDCO	EDCO CONTRACT VOLUME REBATE-4TH Q	75,463.01		412,643.93
4/27/2023	363145	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (MAR 2023)		6,150.00	406,493.93
4/27/2023	363162	WOODRUFF, SPRADLIN & SMART	REIMB -INCIDENTAL CHARGES (FEB 2023)		98.82	406,395.11
5/10/2023		CLEAN EARTH QUARTER 3 PAYMENT	JAN TO MAR 2023 PERIOD	13,612.74		420,007.85
5/25/2023	363551	WOODRUFF & SMART	GENERAL MANAGER SVCS (MAY 2023)		2,750.00	417,257.85
6/13/2023	363799	CITY OF NATIONAL CITY	EQUITY ADJUSTMENT PAYMENT		19,552.00	397,705.85
6/13/2023	363800	CITY OF POWAY	EQUITY ADJUSTMENT PAYMENT		23,207.00	374,498.85
6/13/2023	363830	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (APR 2023)		8,209.96	366,288.89
6/13/2023	363835	WOODRUFF & SMART	REIMB -INCIDENTAL CHARGES (MAR 2023)		21.25	366,267.64
6/13/2023	363835	WOODRUFF & SMART	GENERAL MANAGER SVCS (JUN 2023)		2,750.00	363,517.64
6/29/2023	364014	CAPFORGE INC	PAYROLL PROCESSING		145.00	363,372.64
6/28/2023	DIR DEP	BOARD OF DIR STIPEND PAYMENTS	VARIOUS MEETING DATES		1,614.17	361,758.47
6/29/2023	364074	WOODRUFF & SMART	REIMB -INCIDENTAL CHARGES (MAY 2023)		1,615.57	360,142.90
6/30/2023		INVESTMENT EARNINGS	NOV 1, 2022 TO JUNE 30, 2023	4,626.70		364,769.60
7/20/2023	364402	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (MAY 2023)		5,615.04	359,154.56
7/20/2023	364402	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 COMPLIANCE SUPP SVCS (JUN 2023)		12,650.00	346,504.56
7/20/2023	364422	RONALD MORRISON	WASTE EXPO 2023		1,478.86	345,025.70
7/20/2023	364424	WOODRUFF & SMART	REIMB -INCIDENTAL CHARGES (JUN 2023)		193.60	344,832.10
7/20/2023	364424	WOODRUFF & SMART	LEGAL SERVICES IN EXCESS OF RETAINER		10,000.00	334,832.10
7/27/2023	364541	CITY OF NATIONAL CITY	FIDUCIARY SERVICES FY 2022-23		10,000.00	324,832.10
8/31/2023	364954	WOODRUFF & SMART	MEETING EXPENSE		134.46	324,697.64
9/19/2023	ACH	CLEAN EARTH QUARTER 4 PAYMENT	APR TO JUN 2023 PERIOD	12,779.12		337,476.76
TOTALS				410,617.34	395,772.38	337,476.76

**REGIONAL SOLID WASTE ASSOCIATION
FY 2022-2023 FINANCIAL STATUS REPORT
AS OF JUNE 30, 2023**

	<u>ANNUAL BUDGET</u>	<u>ACTUAL THRU 6/30/2023</u>	<u>% of Budget</u>
BEGINNING BALANCE (6-30-2022 Fund Balance)	\$ 322,632	\$ 322,632	
REVENUES			
DISPOSAL AGREEMENT VOLUME REBATE	301,852	301,852	100.00%
DISPOSAL AGREEMENT AMENDMENT PAYMENT	50,000	50,000	100.00%
HHW NON-MEMBER	50,000	53,833	107.67%
INVESTMENT EARNINGS	8,000	4,932	61.65%
TOTAL REVENUES	409,852	410,617	100.19%
EXPENDITURES			
DIRECTOR STIPENDS/PAYROLL PROCESSING	12,000	7,701	64.17%
INSURANCE	8,000	8,166	102.07%
TRAINING, TRAVEL AND MEETINGS	8,000	1,479	18.49%
AUDIT SERVICES	5,000	-	0.00%
LEGAL SERVICES	30,000	20,000	66.67%
CONSULTANT SERVICES	45,000	43,000	95.56%
REIMBURSEMENTS	1,000	2,957	295.69%
HHW & ORGANIC EDUCATION	49,000	49,000	100.00%
HHW PERMITS	5,000	2,578	51.56%
HHW FACILITY SECURITY & PHONE	3,250	3,248	99.94%
WEBSITE MAINTENANCE	1,310	1,310	100.00%
SPECIAL PROGRAMS (HHW & ORGANICS)	3,000	-	0.00%
SB 1383 COMPLIANCE FUNDING	65,000	53,575	82.42%
EQUITY ADJUSTMENT PAYMENT	42,479	42,479	100.00%
ENVIRONMENTAL ENHANCEMENT PROGRAM	150,000	150,000	100.00%
TREASURER/CONTROLLER	10,000	10,000	100.00%
CONTINGENCY	10,000	280	2.80%
TOTAL EXPENDITURES	448,039	395,772	88.33%
TOTAL ENDING FUND BALANCE	<u>\$ 284,445</u>	<u>\$ 337,477</u>	
CASH		<u>\$ 337,477</u>	
TOTAL ASSETS		<u>\$ 337,477</u>	
ACCOUNTS PAYABLE		<u>\$ -</u>	
TOTAL LIABILITIES		<u>\$ -</u>	
FUND BALANCE, UNRESERVED/UNDESIGNATED		\$ 257,477	
VISTA HHW FACILITY CLOSURE DESIGNATION		40,000	
POWAY HHW FACILITY CLOSURE DESIGNATION		40,000	
TOTAL FUND BALANCE		<u>\$ 337,477</u>	
TOTAL LIABILITIES AND FUND BALANCE		<u>\$ 337,477</u>	

Item 6.C.

CITY OF NATIONAL CITY MEMORANDUM

TO: James H. Eggart, RSWA General Manager/General Counsel

FROM: Phillip Davis, Financial Analyst

DATE: October 5, 2023

SUBJECT: Regional Solid Waste Association's Investment Report

BACKGROUND

An investment report shall be submitted to the Regional Solid Waste Association (RSWA) Board. The report shall include information in accordance with Section 53646(b) of the California Government Code.

RESULTS

The invested RSWA cash balance as of June 30, 2023 was \$337,477.

The cash activities of RSWA are accounted for in a separate fund (Fund 730) within the City of National City's general ledger. Investment earnings are allocated to RSWA on a monthly basis, based upon RSWA's cash balance as a percentage of the City's overall cash balances.

RSWA's cash balance is available on an "on demand" basis with immediate liquidity. The most recent Investment Report for month ended June 30, 2023 was accepted by the City Council on October 3, 2023.

RSWA is in compliance with its adopted investment policy and California Government Code.



AGENDA REPORT

Department: Administrative Services - Finance
Prepared by: Kecia Carrasco, Accountant
Meeting Date: Tuesday, October 3, 2023
Approved by: Ben Martinez, Interim City Manager

SUBJECT:

Investment Report for the Quarter Ended June 30, 2023.

RECOMMENDATION:

Accept and File the Investment Report for the Quarter Ended June 30, 2023.

BOARD/COMMISSION/COMMITTEE PRIOR ACTION:

Not Applicable.

EXPLANATION:

The California Government Code (§53646(b)) requires that, when the Treasurer or the Chief Fiscal Officer of a local agency renders to the legislative body of the agency a quarterly report on the agency’s investment portfolio, such report shall include the following information regarding all securities, investments, and moneys held by the local agency:

- type of investment;
- issuer (bank or institution);
- date of maturity;
- dollar amount invested; and
- current market valuation as of the date of the report.

In addition, the Government Code (§53646(b)(2)) requires that the report state the City’s compliance with its investment policy and include a statement regarding the ability of the local agency to meet its pool’s ability to meet its expenditure requirements Code (§53646(b)(3)).

OVERVIEW OF CITY INVESTMENTS

The City’s pooled investment portfolio balance as of June 30, 2023, is summarized below and compared to the balance as of June 30, 2022.

Table 1

	6/30/2023	6/30/2022
Book Value ¹	\$ 122,326,257	\$ 102,074,448
Market Value ²	\$ 119,944,887	\$ 99,160,013

¹ actual cost of investments

² amount at which the investments could be sold

The assets of the City of National City’s investment portfolio are managed by Chandler Asset Management, the California Treasurer’s Local Agency Investment Fund (LAIF) that represents the largest portion of the assets with 39.07%, and the San Diego County Treasurer’s Pooled

Money Fund (“San Diego County Pool”). The San Diego County Pool and LAIF are liquid investment pools that allow participants to earn market-rate returns while retaining access to funds within 24 to 48 hours of a withdrawal request with no penalty. The City’s assets managed by Chandler Asset Management may be liquidated and withdrawn at any time. However, these investments likely do not provide the short liquidity (i.e., quick access to funds) of the pooled money funds, and liquidation of these investments is at the risk of loss and/or penalty to the City.

Summaries of the City’s investment portfolio are illustrated below.

INVESTMENT PORTFOLIO SUMMARY BY ISSUER/MANAGER

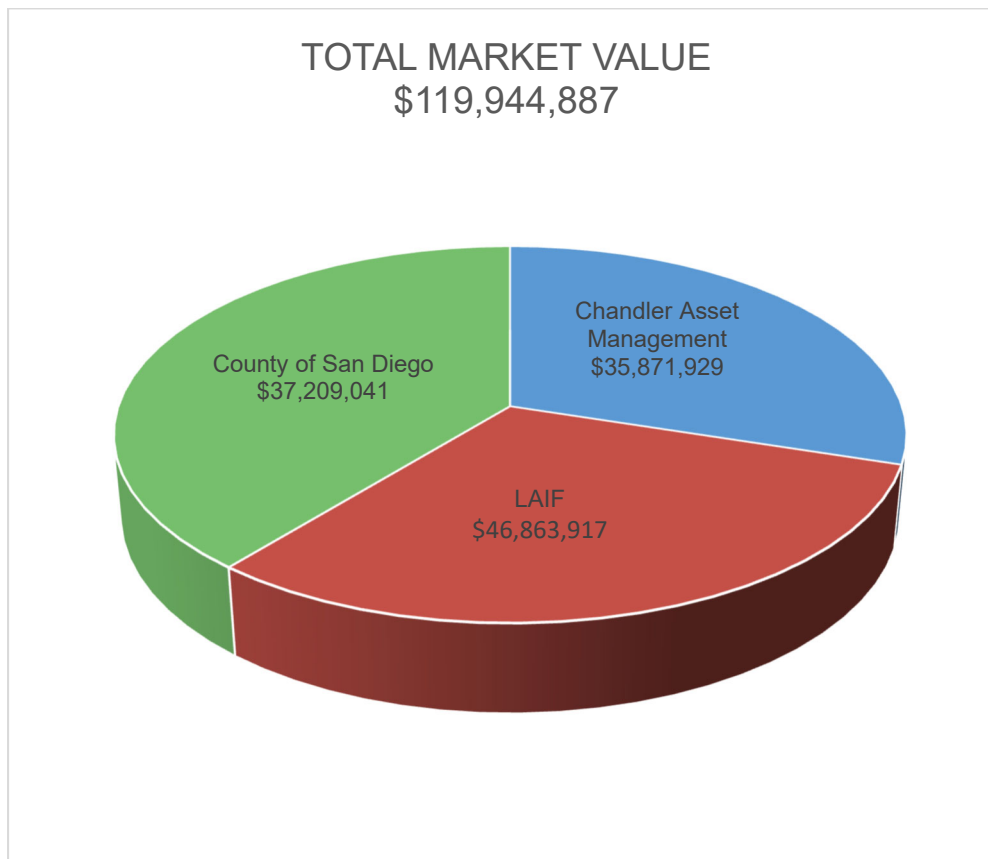
As of June 30, 2023

Table 2

Issuer/Manager	Book Value	Total Market Value ¹	Market YTM	% of Portfolio
Chandler Asset Management	37,732,557	35,871,929	4.90%	29.91%
County of San Diego	37,384,240	37,209,041	3.50%	31.02%
Local Agency Investment Fund	47,209,460	46,863,917 ²	3.17%	39.07%
Totals for June 30, 2023	\$122,326,257	\$119,944,887		100.00%

¹ includes accrued interest

² includes LAIF participation factor of 0.984828499



INVESTMENT PERFORMANCE BY ISSUER/MANAGER

For the Quarter Ended June 30, 2023

Table 3 Total Market Value¹

Issuer/Manager	6/30/2023	3/31/2023	Change	Period Return	Yield (Net) ²
Chandler Asset Management	\$35,871,929	\$36,008,666	(\$136,737)	-0.36%	NA
County of San Diego	\$37,209,041	\$36,028,406	\$1,180,635	3.22%	13.52%
Local Agency Investment Fund	\$46,863,917	\$46,576,466	\$287,451	0.79%	3.22%
Totals for June 30, 2023	\$119,944,887	\$118,613,538	\$1,331,349	1.19% ³	

¹ includes accrued interest

² annualized

³ weighted

Economic Update:

“Recent economic data continues to suggest positive but below-trend growth this year. Although the pace of job growth is moderating, labor markets remain solid, and the U.S. consumer has demonstrated resiliency. Inflationary trends are subsiding, but core levels remain well above the Fed’s target. Given the cumulative effects of restrictive monetary policy and tighter financial conditions, we believe the economy will gradually soften and the Fed will remain data-dependent as they tread cautiously going forward.

As anticipated at the July meeting, the Federal Open Market Committee voted unanimously to raise the Federal Funds rate by 0.25% to a target range of 5.25 - 5.50%, the highest level in over 20 years. Fed Chair Powell maintained that the FOMC will remain data-dependent going forward and that they do not anticipate a recession, leaving the option open for the possibility of additional rate hikes in the future if needed.

The yield curve remained inverted in July. The 2-year Treasury yield decreased 2 basis points to 4.88%, the 5-year Treasury yield rose 2 basis points to 4.18%, and the 10-year Treasury yield increased 12 basis points to 3.96%. The inversion between the 2-year Treasury yield and 10-year Treasury yield narrowed to -92 basis points at July month-end versus -106 basis points at June month-end. The spread between the 2-year Treasury and 10-year Treasury yield one year ago was -24 basis points. The inversion between 3-month and 10-year Treasuries narrowed to -145 basis points in July from -146 basis points in June. The shape of the yield curve indicates that the probability of recession persists.”¹

COMPLIANCE STATEMENT

All of the City’s investments are in compliance with the City’s investment policy (City Council Policy No. 203) and the California Government Code (§53601 et seq).

FINANCIAL STATEMENT:

Realized and unrealized gains for the period, reflected below, were \$725,065. These changes include changes in security market values, gain or loss from the sale of assets, accrued interest, and reinvested interest/earnings.

¹ June 30, 2023 Chandler Asset Management Quarterly Investment Report

Table 4

Issuer/Manager	Gain/(Loss)
Chandler Asset Management	\$ 59,311
County of San Diego	295,058
LAIF	370,695
Totals for June 30, 2023	\$ 725,065

The difference between the changes reflected in the previous two tables is attributable to the purchase and sale of securities for which the first of the tables accounts but the second table typically does not (unless an investment is sold before maturity).

STAFF CERTIFICATION

Staff certifies that there are sufficient funds to meet the pool's expenditure requirements.

RELATED CITY COUNCIL 2020-2025 STRATEGIC PLAN GOAL:

Balanced Budget and Economic Development

ENVIRONMENTAL REVIEW:

This is not a project under CEQA and is therefore not subject to environmental review.CCR15378; PRC 21065.

PUBLIC NOTIFICATION:

Agenda Report posted within 72 hours of meeting date and time in accordance with Brown Act.

ORDINANCE:

Not Applicable

EXHIBIT:

Exhibit A – 2023-0630 Investment Reports



City of National City

MONTHLY ACCOUNT STATEMENT

JUNE 1, 2023 THROUGH JUNE 30, 2023

Chandler Team:

For questions about your account, please call (800) 317-4747,
or contact operations@chandlerasset.com

Custodian

Bank of New York Mellon
Lauren Dehner
(904) 645-1918

CHANDLER ASSET MANAGEMENT
chandlerasset.com

Information contained herein is confidential. We urge you to compare this statement to the one you receive from your qualified custodian. Please see Important Disclosures.



PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.33
Average Coupon	1.93%
Average Purchase YTM	1.89%
Average Market YTM	4.90%
Average S&P/Moody Rating	AA/Aa1
Average Final Maturity	2.59 yrs
Average Life	2.50 yrs

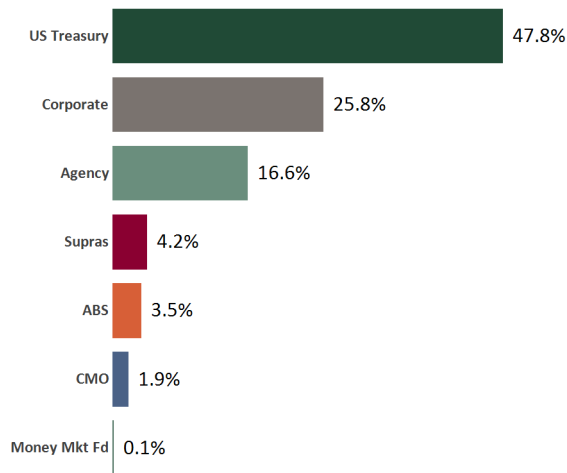
ACCOUNT SUMMARY

	Beg. Values as of 5/31/23	End Values as of 6/30/23
Market Value	35,901,021	35,703,294
Accrued Interest	145,865	168,634
Total Market Value	36,046,886	35,871,929
Income Earned	53,107	59,311
Cont/WD		0
Par	37,608,604	37,647,347
Book Value	37,723,734	37,732,557
Cost Value	37,723,734	37,732,557

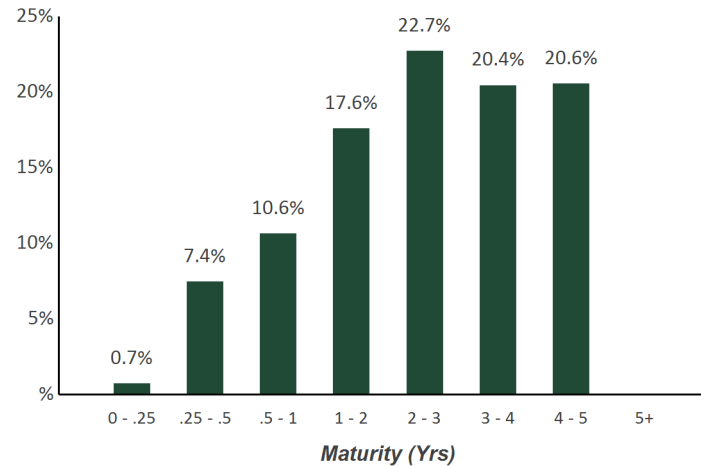
TOP ISSUERS

Government of United States	47.8%
Federal Home Loan Mortgage Corp	8.3%
Federal Home Loan Bank	6.4%
Federal National Mortgage Assoc	3.8%
Intl Bank Recon and Development	2.1%
Deere & Company	1.9%
Apple Inc	1.8%
Charles Schwab Corp/The	1.5%
Total	73.5%

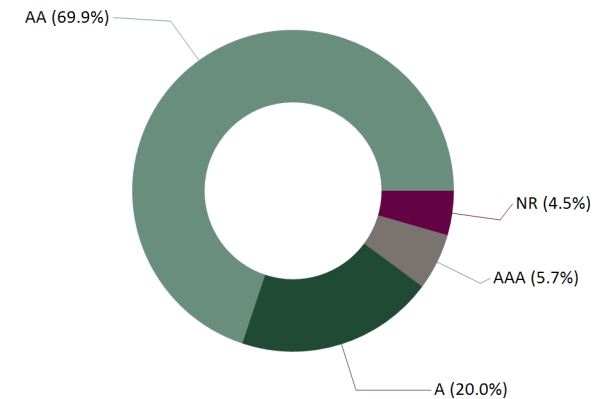
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

TOTAL RATE OF RETURN	Annualized									
	1M	3M	YTD	1YR	2YRS	3YRS	5YRS	10YRS	2/29/2012	
City of National City	-0.49%	-0.36%	1.27%	0.41%	-1.94%	-1.21%	0.90%	0.83%	0.77%	
ICE BofA 1-5 Yr US Treasury & Agency Index*	-0.73%	-0.85%	0.95%	-0.42%	-2.43%	-1.60%	0.60%	0.60%	0.57%	

*ICE BofA 1-3 Yr US Treasury & Agency Index to 12/31/2021

Statement of Compliance

As of June 30, 2023



City of National City

Assets managed by Chandler Asset Management are in full compliance with state law and with the City's investment policy.

Category	Standard	Comment
U.S. Treasuries	No limitation; Full faith and credit of the U.S. are pledged for the payment of principal and interest	Complies
Federal Agencies	No Limitation; Federal agencies or U.S. government-sponsored enterprise obligations, participations, or other instruments, including those issued or fully guaranteed as to principal and interest by federal agencies or U.S. government sponsored enterprises.	Complies
Supranational Obligations	"AA" rating category or higher by a NRSRO; 30% max; 10% max per issuer; U.S. dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by IBRD, IFC, IADB	Complies
Municipal Securities	"A" rating category or better by two NRSROs; 30% max; 5% max per issuer; Include bonds of the City, the State of California, any other state, and any local agency within the State of California; Bonds will be registered in the name of the City or held under a custodial agreement at a bank.	Complies
Corporate Medium Term Notes	"A" rating category or better by at least two NRSROs; 30% max; 5% max per issuer; Issued by corporations organized and operating within the U.S. or by depository institutions licensed by U.S. or any state and operating within the U.S.	Complies
Mortgage Pass-throughs, Asset Backed Securities, and Collateralized Mortgage Obligations	"AA" rating category or better by a NRSRO; 20% max	Complies
Negotiable Certificates of Deposit	"A" long-term debt rated or higher by at least two NRSROs; and/or "A1" short-term debt rated or higher by at least two NRSROs; 30% max (including CDARS); 5% max per issuer	Complies
Certificate of Deposit Placement Service (CDARS)	30% max (combination of Certificates of Deposit, including CDARS)	Complies
FDIC insured Time Deposits/ Certificates of Deposit	Non-Negotiable Certificates of Deposit in state or federally chartered banks, savings and loans, or credit unions; The amount per institution is limited to maximum covered under FDIC; 30% max combined certificates of deposit including CDARS	Complies
Banker's Acceptances	"A-1" short-term debt rated or higher by at least two NRSROs; and "A" long-term debt rated by two NRSROs; 40% max; 5% max per issuer; 180 days max maturity	Complies
Commercial Paper	"A-1" short-term rated or higher by at least two NRSROs; and "A" long-term debt rated by two NRSROs; 25% max; 5% max per issuer; 270 days max maturity; Issuer is a corporation organized and operating in the U.S. with assets > \$500 million	Complies
Money Market Mutual Funds	20% max in Money Market Mutual Funds; Registered with SEC under Investment Company Act of 1940 and funds meet either of the following criteria: (i) Highest rating by two NRSROs; or (ii) Retained an investment adviser registered or exempt from SEC registration with > 5 years experience managing money market mutual funds with AUM >\$500 million	Complies
Local Agency Investment Fund (LAIF)	Maximum permitted amount in LAIF; Not used by investment adviser	Complies
Local Government Investment Pool (LGIP)	San Diego County Investment Pool	Complies
Prohibited Securities	Any investment not specifically described in the policy; Inverse floaters; Ranges notes, Mortgage-derived interest-only strips; Zero interest accrual securities if held to maturity; Trading securities for the sole purpose of speculating on the future direction of interest rates; Purchasing or selling securities on margin; Reverse repurchase agreements; Securities lending or any other form of borrowing or leverage; Foreign currency denominated securities	Complies
Callable Securities	20% maximum (does not include "make whole call" securities)	Complies
Maximum Issuer	5% max per issuer, except as noted in Section VIII of the investment policy	Complies
Duration	Approximately equal to duration of the benchmark	Complies
Maximum maturity	5 years	Complies

Reconciliation Summary

As of June 30, 2023



BOOK VALUE RECONCILIATION		
BEGINNING BOOK VALUE		\$37,723,734.14
Acquisition		
+ Security Purchases	\$982,236.82	
+ Money Market Fund Purchases	\$515,495.92	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
Total Acquisitions		\$1,497,732.74
Dispositions		
- Security Sales	\$819,437.50	
- Money Market Fund Sales	\$547,466.20	
- MMF Withdrawals	\$0.00	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$94,286.88	
Total Dispositions		\$1,461,190.58
Amortization/Accretion		
+/- Net Accretion	\$0.00	
		\$0.00
Gain/Loss on Dispositions		
+/- Realized Gain/Loss	(\$27,719.29)	
		(\$27,719.29)
ENDING BOOK VALUE		\$37,732,557.01

CASH TRANSACTION SUMMARY		
BEGINNING BALANCE		\$75,700.32
Acquisition		
Contributions	\$0.00	
Security Sale Proceeds	\$819,437.50	
Accrued Interest Received	\$657.82	
Interest Received	\$43,240.95	
Dividend Received	\$904.19	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$94,286.88	
Total Acquisitions	\$958,527.34	
Dispositions		
Withdrawals	\$0.00	
Security Purchase	\$982,236.82	
Accrued Interest Paid	\$8,260.80	
Total Dispositions	\$990,497.62	
ENDING BOOK VALUE		\$43,730.04

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
FIXED INCOME						
023135BW5	Amazon.com Inc Note 0.45% Due 05/12/2024	05/10/2021 05/12/2021 255,000.00	254,627.70 0.00 0.00 254,627.70	60.56 0.00 156.19 95.63	0.00 0.00 0.00 95.63	95.63
023135CF1	Amazon.com Inc Callable Note Cont 3/13/2027 3.3% Due 04/13/2027	04/11/2022 04/13/2022 205,000.00	204,577.70 0.00 0.00 204,577.70	902.00 0.00 1,465.75 563.75	0.00 0.00 0.00 563.75	563.75
037833EB2	Apple Inc Callable Note Cont 1/8/2026 0.7% Due 02/08/2026	01/13/2022 01/18/2022 700,000.00	677,908.00 0.00 0.00 677,908.00	1,538.06 0.00 1,946.39 408.33	0.00 0.00 0.00 408.33	408.33
05601XAC3	BMW Vehicle Lease Trust 2022-1 A3 1.1% Due 03/25/2025	01/11/2022 01/19/2022 98,050.65	109,968.92 0.00 11,932.93 98,035.99	20.16 100.82 17.98 98.64	0.00 0.00 0.00 98.64	98.64
06368FAC3	Bank of Montreal Note 1.25% Due 09/15/2026	11/18/2021 11/22/2021 500,000.00	491,120.00 0.00 0.00 491,120.00	1,319.44 0.00 1,840.28 520.84	0.00 0.00 0.00 520.84	520.84
06406RAX5	Bank of NY Mellon Corp Callable Note Cont 9/25/2024 0.85% Due 10/25/2024	12/15/2021 12/17/2021 500,000.00	495,325.00 0.00 0.00 495,325.00	425.00 0.00 779.17 354.17	0.00 0.00 0.00 354.17	354.17
084664CZ2	Berkshire Hathaway Callable Note Cont 2/15/2027 2.3% Due 03/15/2027	03/07/2022 03/15/2022 430,000.00	429,918.30 0.00 0.00 429,918.30	2,087.89 0.00 2,912.06 824.17	0.00 0.00 0.00 824.17	824.17
09690AAC7	BMW Vehicle Lease Trust 2021-2 A3 0.33% Due 12/26/2024	09/08/2021 09/15/2021 44,885.05	53,983.58 0.00 9,103.16 44,880.42	2.97 14.85 2.47 14.35	0.00 0.00 0.00 14.35	14.35
14913R2L0	Caterpillar Financial Service Note 0.45% Due 05/17/2024	05/10/2021 05/17/2021 405,000.00	404,457.30 0.00 0.00 404,457.30	70.88 0.00 222.75 151.87	0.00 0.00 0.00 151.87	151.87

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
24422EUR8	John Deere Capital Corp Note 3.45% Due 01/10/2024	03/14/2019 03/18/2019 400,000.00	408,860.00 0.00 0.00 408,860.00	5,405.00 0.00 6,555.00 1,150.00	0.00 0.00 0.00 1,150.00	1,150.00
24422EVN6	John Deere Capital Corp Note 0.45% Due 01/17/2024	03/01/2021 03/04/2021 275,000.00	274,804.75 0.00 0.00 274,804.75	460.63 0.00 563.75 103.12	0.00 0.00 0.00 103.12	103.12
3130A0F70	FHLB Note 3.375% Due 12/08/2023	01/30/2019 01/31/2019 525,000.00	540,734.25 0.00 0.00 540,734.25	8,514.84 8,859.38 1,132.03 1,476.57	0.00 0.00 0.00 1,476.57	1,476.57
3130A1XJ2	FHLB Note 2.875% Due 06/14/2024	Various Various 580,000.00	605,009.60 0.00 0.00 605,009.60	7,735.34 8,337.50 787.44 1,389.60	0.00 0.00 0.00 1,389.60	1,389.60
3130A2UW4	FHLB Note 2.875% Due 09/13/2024	10/29/2019 10/30/2019 300,000.00	315,474.00 0.00 0.00 315,474.00	1,868.75 0.00 2,587.50 718.75	0.00 0.00 0.00 718.75	718.75
3130ATS57	FHLB Note 4.5% Due 03/10/2028	Various Various 900,000.00	923,373.00 0.00 0.00 923,373.00	9,112.50 0.00 12,487.50 3,375.00	0.00 0.00 0.00 3,375.00	3,375.00
3135G05G4	FNMA Note 0.25% Due 07/10/2023	07/08/2020 07/10/2020 210,000.00	209,548.50 0.00 0.00 209,548.50	205.63 0.00 249.38 43.75	0.00 0.00 0.00 43.75	43.75
3135G06H1	FNMA Note 0.25% Due 11/27/2023	11/23/2020 11/25/2020 580,000.00	579,338.80 0.00 0.00 579,338.80	16.11 0.00 136.94 120.83	0.00 0.00 0.00 120.83	120.83
3135G0X24	FNMA Note 1.625% Due 01/07/2025	01/16/2020 01/17/2020 625,000.00	623,050.00 0.00 0.00 623,050.00	4,062.50 0.00 4,908.85 846.35	0.00 0.00 0.00 846.35	846.35

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
3137EAEPO	FHLMC Note 1.5% Due 02/12/2025	06/04/2020 06/05/2020 625,000.00	652,443.75 0.00 0.00 652,443.75	2,838.54 0.00 3,619.79 781.25	0.00 0.00 0.00 781.25	781.25
3137EAEX3	FHLMC Note 0.375% Due 09/23/2025	09/24/2020 09/25/2020 450,000.00	448,857.00 0.00 0.00 448,857.00	318.75 0.00 459.38 140.63	0.00 0.00 0.00 140.63	140.63
3137EAEY1	FHLMC Note 0.125% Due 10/16/2023	10/14/2020 10/16/2020 630,000.00	627,650.10 0.00 0.00 627,650.10	98.44 0.00 164.06 65.62	0.00 0.00 0.00 65.62	65.62
3137EAEZ8	FHLMC Note 0.25% Due 11/06/2023	11/17/2020 11/18/2020 650,000.00	649,467.00 0.00 0.00 649,467.00	112.85 0.00 248.26 135.41	0.00 0.00 0.00 135.41	135.41
3137FG6X8	FHLMC K077 A2 3.85% Due 05/25/2028	05/24/2023 05/30/2023 720,000.00	706,781.25 0.00 0.00 706,781.25	462.00 2,310.00 462.00 2,310.00	0.00 0.00 0.00 2,310.00	2,310.00
43813GAC5	Honda Auto Receivables Trust 2021-1 A3 0.27% Due 04/21/2025	02/17/2021 02/24/2021 32,345.72	36,166.64 0.00 3,821.50 32,345.14	2.71 8.14 2.43 7.86	0.00 0.00 0.00 7.86	7.86
43813KAC6	Honda Auto Receivables Trust 2020-3 A3 0.37% Due 10/18/2024	09/22/2020 09/29/2020 57,784.85	67,850.73 0.00 10,074.37 57,776.36	9.07 20.92 7.72 19.57	0.00 0.00 0.00 19.57	19.57
43813RAC1	Honda Auto Receivables 2020-1 A3 1.61% Due 04/22/2024	02/19/2020 02/26/2020 709.92	3,107.48 0.00 2,397.70 709.78	1.39 4.17 0.32 3.10	0.00 0.00 0.00 3.10	3.10
43815BAC4	Honda Auto Receivables Trust 2022-1 A3 1.88% Due 05/15/2026	02/15/2022 02/23/2022 195,000.00	194,970.67 0.00 0.00 194,970.67	162.93 305.50 162.93 305.50	0.00 0.00 0.00 305.50	305.50

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
43815GAC3	Honda Auto Receivables Trust 2021-4 A3 0.88% Due 01/21/2026	11/16/2021 11/24/2021 120,000.00	119,974.70 0.00 0.00 119,974.70	29.33 88.00 29.33 88.00	0.00 0.00 0.00 88.00	88.00
438516CJ3	Honeywell Intl Callable Note Cont 01/15/2028 4.95% Due 02/15/2028	02/13/2023 02/15/2023 450,000.00	460,093.50 0.00 0.00 460,093.50	6,558.75 0.00 8,415.00 1,856.25	0.00 0.00 0.00 1,856.25	1,856.25
4581X0DZ8	Inter-American Dev Bank Note 0.5% Due 09/23/2024	09/15/2021 09/23/2021 505,000.00	504,626.30 0.00 0.00 504,626.30	476.94 0.00 687.36 210.42	0.00 0.00 0.00 210.42	210.42
459058GQ0	Intl. Bank Recon & Development Note 2.5% Due 03/19/2024	01/26/2021 01/28/2021 450,000.00	481,473.00 0.00 0.00 481,473.00	2,250.00 0.00 3,187.50 937.50	0.00 0.00 0.00 937.50	937.50
459058JM6	Intl. Bank Recon & Development Note 0.25% Due 11/24/2023	11/17/2020 11/24/2020 320,000.00	319,312.00 0.00 0.00 319,312.00	15.56 0.00 82.22 66.66	0.00 0.00 0.00 66.66	66.66
45950KCR9	International Finance Corp Note 1.375% Due 10/16/2024	07/12/2021 07/14/2021 300,000.00	308,070.00 0.00 0.00 308,070.00	515.63 0.00 859.38 343.75	0.00 0.00 0.00 343.75	343.75
46625HRY8	JP Morgan Chase Callable Note 1X 2/1/2027 3.782% Due 02/01/2028	06/13/2023 06/15/2023 450,000.00	0.00 426,834.00 0.00 426,834.00	0.00 (6,334.85) 7,091.25 756.40	0.00 0.00 0.00 756.40	756.40
47787JAC2	John Deere Owner Trust 2022-A A3 2.32% Due 09/16/2026	03/10/2022 03/16/2022 150,000.00	149,966.82 0.00 0.00 149,966.82	154.67 290.00 154.67 290.00	0.00 0.00 0.00 290.00	290.00
47787NAC3	John Deere Owner Trust 2020-B A3 0.51% Due 11/15/2024	07/14/2020 07/22/2020 6,926.78	9,085.18 0.00 2,159.45 6,925.73	2.06 3.86 1.57 3.37	0.00 0.00 0.00 3.37	3.37

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
47788UAC6	John Deere Owner Trust 2021-A A3 0.36% Due 09/15/2025	03/02/2021 03/10/2021 64,987.52	69,571.35 0.00 4,596.32 64,975.03	11.13 20.88 10.40 20.15	0.00 0.00 0.00 20.15	20.15
47789KAC7	John Deere Owner Trust 2020-A A3 1.1% Due 08/15/2024	03/04/2020 03/11/2020 1,192.87	5,696.80 0.00 4,504.00 1,192.80	2.79 5.22 0.58 3.01	0.00 0.00 0.00 3.01	3.01
47789QAC4	John Deere Owner Trust 2021-B A3 0.52% Due 03/16/2026	07/13/2021 07/21/2021 116,825.99	123,841.51 0.00 7,025.94 116,815.57	28.62 53.67 27.00 52.05	0.00 0.00 0.00 52.05	52.05
47800AAC4	John Deere Owner Trust 2022-B A3 3.74% Due 02/16/2027	07/12/2022 07/20/2022 155,000.00	154,985.20 0.00 0.00 154,985.20	257.64 483.08 257.64 483.08	0.00 0.00 0.00 483.08	483.08
57636QAW4	MasterCard Inc Callable Note Cont 2/9/28 4.875% Due 03/09/2028	03/06/2023 03/09/2023 225,000.00	224,781.75 0.00 0.00 224,781.75	2,498.44 0.00 3,412.50 914.06	0.00 0.00 0.00 914.06	914.06
58769KAD6	Mercedes-Benz Auto Lease Trust 2021-B A3 0.4% Due 11/15/2024	06/22/2021 06/29/2021 104,168.69	118,311.43 0.00 14,150.61 104,160.82	21.03 39.44 18.52 36.93	0.00 0.00 0.00 36.93	36.93
58933YBH7	Merck & Co Callable Note Cont 4/17/2028 4.05% Due 05/17/2028	05/08/2023 05/17/2023 105,000.00	104,914.95 0.00 0.00 104,914.95	165.38 0.00 519.75 354.37	0.00 0.00 0.00 354.37	354.37
61747YET8	Morgan Stanley Callable Note Cont 7/17/2025 4.679% Due 07/17/2026	07/18/2022 07/20/2022 205,000.00	205,000.00 0.00 0.00 205,000.00	3,570.34 0.00 4,369.67 799.33	0.00 0.00 0.00 799.33	799.33
665859AW4	Northern Trust Company Callable Note Cont 4/10/2027 4% Due 05/10/2027	09/28/2022 09/30/2022 500,000.00	485,540.00 0.00 0.00 485,540.00	1,166.67 0.00 2,833.33 1,666.66	0.00 0.00 0.00 1,666.66	1,666.66

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
69371RR40	Paccar Financial Corp Note 0.5% Due 08/09/2024	08/03/2021 08/09/2021 155,000.00	154,916.30 0.00 0.00 154,916.30	241.11 0.00 305.69 64.58	0.00 0.00 0.00 64.58	64.58
74340XCG4	Prologis LP Callable Note Cont 5/15/2028 4.875% Due 06/15/2028	06/26/2023 06/28/2023 115,000.00	0.00 114,297.35 0.00 114,297.35	0.00 0.00 46.72 46.72	0.00 0.00 0.00 46.72	46.72
78015K7H1	Royal Bank of Canada Note 1.15% Due 06/10/2025	11/16/2021 11/18/2021 500,000.00	496,035.00 0.00 0.00 496,035.00	2,731.25 2,875.00 335.42 479.17	0.00 0.00 0.00 479.17	479.17
79466LAG9	Salesforce.com Inc Callable Note Cont 7/15/2022 0.625% Due 07/15/2024	06/29/2021 07/12/2021 65,000.00	64,966.85 0.00 0.00 64,966.85	153.47 0.00 187.33 33.86	0.00 0.00 0.00 33.86	33.86
808513BN4	Charles Schwab Corp Callable Note Cont 2/18/2024 0.75% Due 03/18/2024	Various Various 485,000.00	487,196.50 0.00 0.00 487,196.50	737.60 0.00 1,040.73 303.13	0.00 0.00 0.00 303.13	303.13
808513BY0	Charles Schwab Corp Callable Note Cont 2/3/2027 2.45% Due 03/03/2027	03/01/2022 03/03/2022 80,000.00	79,913.60 0.00 0.00 79,913.60	479.11 0.00 642.44 163.33	0.00 0.00 0.00 163.33	163.33
857477BR3	State Street Bank Callable Note Cont 2/6/2025 1.746% Due 02/06/2026	02/02/2022 02/07/2022 125,000.00	125,000.00 0.00 0.00 125,000.00	697.19 0.00 879.06 181.87	0.00 0.00 0.00 181.87	181.87
87612EBM7	Target Corp Callable Note Cont 12/15/2026 1.95% Due 01/15/2027	01/19/2022 01/24/2022 215,000.00	214,634.50 0.00 0.00 214,634.50	1,583.83 0.00 1,933.21 349.38	0.00 0.00 0.00 349.38	349.38
89114TZG0	Toronto-Dominion Bank Note 1.25% Due 09/10/2026	11/17/2021 11/19/2021 500,000.00	489,720.00 0.00 0.00 489,720.00	1,406.25 0.00 1,927.08 520.83	0.00 0.00 0.00 520.83	520.83

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
89232HAC9	Toyota Auto Receivable Own 2020-A A3 Due 05/15/2024	06/17/2020 06/19/2020 0.00	803.08 0.00 803.08 0.00	0.58 1.10 0.00 0.52	0.00 0.00 0.00 0.52	0.52
89236TFS9	Toyota Motor Credit Corp Note 3.35% Due 01/08/2024	05/20/2019 05/22/2019 400,000.00	411,444.00 0.00 0.00 411,444.00	5,322.78 0.00 6,439.44 1,116.66	0.00 0.00 0.00 1,116.66	1,116.66
89236XAC0	Toyota Auto Receivables 2020-D A3 0.35% Due 01/15/2025	10/06/2020 10/13/2020 20,014.14	24,379.64 0.00 4,369.23 20,010.41	3.79 7.11 3.11 6.43	0.00 0.00 0.00 6.43	6.43
89237VAB5	Toyota Auto Receivables Trust 2020-C A3 0.44% Due 10/15/2024	07/21/2020 07/27/2020 18,697.21	24,766.91 0.00 6,071.13 18,695.78	4.84 9.08 3.66 7.90	0.00 0.00 0.00 7.90	7.90
89240BAC2	Toyota Auto Receivables Owners 2021-A A3 0.26% Due 05/15/2025	02/02/2021 02/08/2021 117,027.70	130,289.85 0.00 13,283.86 117,005.99	15.06 28.23 13.52 26.69	0.00 0.00 0.00 26.69	26.69
91159HHX1	US Bancorp Callable Note Cont 6/28/2024 2.4% Due 07/30/2024	03/25/2021 03/29/2021 450,000.00	475,276.50 0.00 0.00 475,276.50	3,630.00 0.00 4,530.00 900.00	0.00 0.00 0.00 900.00	900.00
9128282A7	US Treasury Note 1.5% Due 08/15/2026	Various Various 1,000,000.00	1,019,062.50 0.00 0.00 1,019,062.50	4,392.26 0.00 5,635.36 1,243.10	0.00 0.00 0.00 1,243.10	1,243.10
9128284Z0	US Treasury Note 2.75% Due 08/31/2025	06/17/2021 06/18/2021 675,000.00	732,111.33 0.00 0.00 732,111.33	4,691.07 0.00 6,204.31 1,513.24	0.00 0.00 0.00 1,513.24	1,513.24
9128286L9	US Treasury Note 2.25% Due 03/31/2026	10/25/2021 10/26/2021 1,000,000.00	1,050,234.38 0.00 0.00 1,050,234.38	3,811.48 0.00 5,655.74 1,844.26	0.00 0.00 0.00 1,844.26	1,844.26

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
912828P46	US Treasury Note 1.625% Due 02/15/2026	Various Various 1,300,000.00	1,303,801.76 0.00 0.00 1,303,801.76	6,185.77 0.00 7,936.47 1,750.70	0.00 0.00 0.00 1,750.70	1,750.70
912828R36	US Treasury Note 1.625% Due 05/15/2026	10/25/2021 10/26/2021 1,000,000.00	1,022,500.00 0.00 0.00 1,022,500.00	750.68 0.00 2,075.41 1,324.73	0.00 0.00 0.00 1,324.73	1,324.73
912828V98	US Treasury Note 2.25% Due 02/15/2027	03/29/2022 03/30/2022 360,000.00	355,387.50 0.00 0.00 355,387.50	2,371.82 0.00 3,043.09 671.27	0.00 0.00 0.00 671.27	671.27
912828ZT0	US Treasury Note 0.25% Due 05/31/2025	02/25/2021 02/26/2021 675,000.00	665,112.30 0.00 0.00 665,112.30	4.61 0.00 142.93 138.32	0.00 0.00 0.00 138.32	138.32
91282CAM3	US Treasury Note 0.25% Due 09/30/2025	Various Various 1,000,000.00	970,800.79 0.00 0.00 970,800.79	423.50 0.00 628.42 204.92	0.00 0.00 0.00 204.92	204.92
91282CAT8	US Treasury Note 0.25% Due 10/31/2025	11/29/2021 11/30/2021 650,000.00	629,535.16 0.00 0.00 629,535.16	141.30 0.00 273.78 132.48	0.00 0.00 0.00 132.48	132.48
91282CAZ4	US Treasury Note 0.375% Due 11/30/2025	Various Various 800,000.00	780,535.15 0.00 0.00 780,535.15	8.19 0.00 254.10 245.91	0.00 0.00 0.00 245.91	245.91
91282CBEO	US Treasury Note Due 01/15/2024	01/28/2021 01/29/2021 0.00	548,990.23 0.00 548,990.23 0.00	260.19 284.88 0.00 24.69	0.00 0.00 0.00 24.69	24.69
91282CBV2	US Treasury Note 0.375% Due 04/15/2024	04/29/2021 04/30/2021 650,000.00	650,583.98 0.00 0.00 650,583.98	313.01 0.00 512.81 199.80	0.00 0.00 0.00 199.80	199.80

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
91282CCG4	US Treasury Note Due 06/15/2024	06/24/2021 06/25/2021 0.00	298,160.16 0.00 298,160.16 0.00	346.15 372.94 0.00 26.79	0.00 0.00 0.00 26.79	26.79
91282CCT6	US Treasury Note 0.375% Due 08/15/2024	12/15/2021 12/16/2021 800,000.00	789,000.00 0.00 0.00 789,000.00	878.45 0.00 1,127.07 248.62	0.00 0.00 0.00 248.62	248.62
91282CDG3	US Treasury Note 1.125% Due 10/31/2026	11/18/2021 11/19/2021 1,000,000.00	995,507.81 0.00 0.00 995,507.81	978.26 0.00 1,895.38 917.12	0.00 0.00 0.00 917.12	917.12
91282CDH1	US Treasury Note 0.75% Due 11/15/2024	11/29/2021 11/30/2021 650,000.00	648,324.22 0.00 0.00 648,324.22	225.20 0.00 622.62 397.42	0.00 0.00 0.00 397.42	397.42
91282CDK4	US Treasury Note 1.25% Due 11/30/2026	12/22/2021 12/23/2021 1,000,000.00	1,001,601.56 0.00 0.00 1,001,601.56	34.15 0.00 1,058.74 1,024.59	0.00 0.00 0.00 1,024.59	1,024.59
91282CEF4	US Treasury Note 2.5% Due 03/31/2027	05/25/2022 05/26/2022 690,000.00	682,722.66 0.00 0.00 682,722.66	2,922.13 0.00 4,336.07 1,413.94	0.00 0.00 0.00 1,413.94	1,413.94
91282CET4	US Treasury Note 2.625% Due 05/31/2027	06/21/2022 06/22/2022 850,000.00	820,847.66 0.00 0.00 820,847.66	60.96 0.00 1,889.86 1,828.90	0.00 0.00 0.00 1,828.90	1,828.90
91282CFB2	US Treasury Note 2.75% Due 07/31/2027	08/30/2022 08/31/2022 325,000.00	317,001.95 0.00 0.00 317,001.95	2,987.40 0.00 3,728.07 740.67	0.00 0.00 0.00 740.67	740.67
91282CFH9	US Treasury Note 3.125% Due 08/31/2027	10/05/2022 10/06/2022 125,000.00	120,214.84 0.00 0.00 120,214.84	987.18 0.00 1,305.62 318.44	0.00 0.00 0.00 318.44	318.44

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
91282CFM8	US Treasury Note 4.125% Due 09/30/2027	Various Various 1,025,000.00	1,035,717.78 0.00 0.00 1,035,717.78	7,162.39 0.00 10,628.08 3,465.69	0.00 0.00 0.00 3,465.69	3,465.69
91282CFZ9	US Treasury Note 3.875% Due 11/30/2027	12/28/2022 12/29/2022 760,000.00	756,971.88 0.00 0.00 756,971.88	80.46 0.00 2,494.40 2,413.94	0.00 0.00 0.00 2,413.94	2,413.94
91282CGC9	US Treasury Note 3.875% Due 12/31/2027	01/24/2023 01/25/2023 1,000,000.00	1,012,890.63 0.00 0.00 1,012,890.63	16,270.72 19,375.00 105.30 3,209.58	0.00 0.00 0.00 3,209.58	3,209.58
91282CGT2	US Treasury Note 3.625% Due 03/31/2028	05/25/2023 05/26/2023 425,000.00	420,185.55 0.00 0.00 420,185.55	2,609.80 0.00 3,872.61 1,262.81	0.00 0.00 0.00 1,262.81	1,262.81
91282CHA2	US Treasury Note 3.5% Due 04/30/2028	06/13/2023 06/14/2023 450,000.00	0.00 441,105.47 0.00 441,105.47	0.00 (1,925.95) 2,653.53 727.58	0.00 0.00 0.00 727.58	727.58
91324PEC2	United Health Group Inc Callable Note Cont 4/15/2026 1.15% Due 05/15/2026	11/24/2021 11/29/2021 500,000.00	490,095.00 0.00 0.00 490,095.00	255.56 0.00 734.72 479.16	0.00 0.00 0.00 479.16	479.16
931142ER0	Wal-Mart Stores Callable Note Cont 08/17/2026 1.05% Due 09/17/2026	09/08/2021 09/17/2021 80,000.00	79,848.80 0.00 0.00 79,848.80	172.67 0.00 242.67 70.00	0.00 0.00 0.00 70.00	70.00
931142EW9	Wal-Mart Stores Note 3.9% Due 09/09/2025	09/06/2022 09/09/2022 95,000.00	94,933.50 0.00 0.00 94,933.50	843.92 0.00 1,152.67 308.75	0.00 0.00 0.00 308.75	308.75
931142EX7	Wal-Mart Stores Callable Note Cont 09/09/2027 3.95% Due 09/09/2027	10/05/2022 10/07/2022 350,000.00	341,393.50 0.00 0.00 341,393.50	3,149.03 0.00 4,301.11 1,152.08	0.00 0.00 0.00 1,152.08	1,152.08

Income Earned

As of June 30, 2023



CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
			37,648,033.82	145,865.09	0.00	
			982,236.82	35,637.97	0.00	
			941,443.67	168,634.34	0.00	
Total Fixed Income		37,603,617.09	37,688,826.97	58,407.22	58,407.22	58,407.22
CASH & EQUIVALENT						
60934N807	Federated Investors	Various	75,700.32	0.00	0.00	904.19
	Govt Oblig Fund Inst.	Various	515,495.92	904.19	0.00	
		43,730.04	547,466.20	0.00	0.00	
			43,730.04	904.19	904.19	
			75,700.32	0.00	0.00	
			515,495.92	904.19	0.00	
Total Cash & Equivalent		43,730.04	547,466.20	0.00	0.00	904.19
			37,723,734.14	145,865.09	0.00	
			1,497,732.74	36,542.16	0.00	
TOTAL PORTFOLIO		37,647,347.13	37,732,557.01	59,311.41	59,311.41	59,311.41



COUNTY OF SAN DIEGO INVESTMENT POOL
TREASURY INVESTMENT RESULTS

Jun
2023

PARTICIPANT CASH BALANCES

County of San Diego Pooled Money Fund

As of June 30, 2023

(\$000)

PARTICIPANT	FMV 04/30/23	FMV 05/31/23	FMV 06/30/23	% of Total	PARTICIPANT	FMV 04/30/23	FMV 05/31/23	FMV 06/30/23	% of Total
COUNTY	2,468,793	2,131,049	1,600,132	10.51%	Lakeside FPD	20,017	19,505	17,145	0.11%
COUNTY - SPECIAL TRUST FUNDS	3,202,218	3,028,061	3,085,929	20.28%	Leucadia Wastewater District	5	5	10	0.00%
NON-COUNTY INVESTMENT FUNDS	127,339	129,529	124,404	0.82%	Lower Sweetwater FPD	729	537	550	0.00%
SCHOOLS - (K THRU 12)	8,131,669	8,041,930	7,750,784	50.93%	Metropolitan Transit System	119,283	119,725	174,186	1.14%
					Mission Resource Conservation District	134	112	101	0.00%
COMMUNITY COLLEGES					North County Transit District	35,122	35,252	40,044	0.26%
San Diego	234,666	231,889	234,100	1.54%	North County Cemetery District	9,910	9,798	10,007	0.07%
Grossmont-Cuyamaca	373,364	363,308	348,490	2.29%	North County Dispatch	5,294	6,266	6,044	0.04%
MiraCosta	301,627	304,031	309,817	2.04%	North County FPD	11,397	10,131	6,263	0.04%
Palomar	303,219	311,059	372,106	2.46%	Otay Water District	14,917	14,972	14,948	0.10%
Southwestern	378,777	374,567	370,103	2.43%	Palomar Health	0	0	1	0.00%
Total Community Colleges	1,591,653	1,584,854	1,634,617	10.74%	Pomerado Cemetery District	2,459	2,570	2,474	0.02%
FIRST 5 COMMISSION	41,763	40,714	40,300	0.26%	Public Agencies Self-Insurance System	3,494	3,507	3,500	0.02%
SDCERA	6,830	8,490	1,246	0.01%	Ramona Cemetery District	1,167	1,152	1,117	0.01%
CITIES					Rancho Santa Fe FPD	14,725	15,130	14,180	0.09%
Chula Vista	28,677	28,784	28,751	0.19%	Resource Conservation District of Greater SD*	0	0	0	0.00%
Coronado	95,406	95,759	95,580	0.63%	Rincon del Diablo Municipal Water District	3,879	3,894	3,886	0.03%
Del Mar	2,767	2,777	2,772	0.02%	SANDAG	18,196	18,263	16,069	0.11%
Encinitas	1,217	1,221	1,219	0.01%	SD County Regional Airport Authority	289,719	292,582	279,859	1.84%
National City	36,301	36,435	36,367	0.24%	San Diego Housing Commission	22,113	22,195	17,290	0.11%
Oceanside*	0	0	0	0.00%	San Diego Geographic Information Source	375	581	506	0.00%
Solana Beach*	0	0	0	0.00%	San Diego Law Library	6,884	6,905	6,910	0.05%
Vista	83	84	83	0.00%	San Diego Local Agency Formation Comm	1,881	1,743	1,618	0.01%
INDEPENDENT AGENCIES					San Diego Regional Training Center	942	1,122	1,450	0.01%
Air Pollution Control District	93,152	93,005	92,110	0.61%	San Dieguito River Park	926	905	774	0.01%
Alpine FPD	4,436	4,186	3,116	0.02%	San Marcos FPD	1	1	1	0.00%
Bonita-Sunnyside FPD	7,377	6,919	6,986	0.05%	San Miguel Consolidated FPD	31,141	29,795	27,751	0.18%
Borrego Springs FPD	1,523	1,329	968	0.01%	Santa Fe Irrigation District	4,502	4,519	4,510	0.03%
Canebrake County Water District	55	55	55	0.00%	Upper San Luis Rey Resource Conserv Dist	14	14	15	0.00%
Deer Springs FPD	21,908	20,788	20,955	0.14%	Vallecitos Water District	5,530	5,550	5,540	0.04%
Grossmont Healthcare District	2	2	2	0.00%	Valley Center FPD	2,857	2,776	2,392	0.02%
Julian-Cuyamaca FPD	0	0	0	0.00%	Valley Center Cemetery District	511	515	515	0.00%
Lake Cuyamaca Rec & Park District	287	288	335	0.00%	Valley Center Water District	21,133	20,563	25,987	0.17%
					Vista FPD	6,825	6,079	5,863	0.04%
					Whispering Palms Community Services District*	0	0	0	0.00%
					Total Voluntary Participants	997,866	997,501	1,022,355	6.72%
					Pooled Money Fund Total	\$ 16,519,539	\$ 15,912,925	\$ 15,218,221	100.00%

* Footnote: The Oracle ending balances for these pool participants are under \$500. Due to rounding, the FMV will show as zero even though there is an Oracle balance.

9/11/2023 Updated reporting for June 30, 2023 from County of San Diego Pool

National City		Pool YTM: 3.50			
Conversion of Oracle Cash Balance to COSD Pool Market Price					
Month Ended June 30, 2023					
		Current Month	Prior Month	Prior Quarter	Prior Year
		6/30/2023	5/31/2023	3/31/2023	6/30/2022
COSD Pool Market Price		99.531%	98.116%	97.140%	97.380%
COSD Pool Market Value		15,570,724,983	15,912,924,549	14,427,943,316	13,553,587,684
National City percentage of MV share in COSD Pool		0.2390%	0.2290%	0.2497%	0.2633%
Fund Description	Oracle Cash Balance	Market Value	Market Value	Market Value	Market Value
44077 NATIONAL CITY INVESTMENT FUND	37,384,240	37,209,041	36,440,597	36,028,406	35,690,692
Total for National City	37,384,240	37,209,041	36,440,597	36,028,406	35,690,692

Below is the market price for May 2023.

National City		Pool YTM: 3.47			
Conversion of Oracle Cash Balance to COSD Pool Market Price					
Month Ended May 31, 2023					
		Current Month	Prior Month	Prior Quarter	Prior Year
		5/31/2023	4/30/2023	2/28/2023	5/31/2022
COSD Pool Market Price		98.116%	97.755%	96.458%	97.705%
COSD Pool Market Value		15,912,924,549	16,519,538,605	14,098,546,409	13,884,453,795
National City percentage of MV share in COSD Pool		0.2290%	0.2197%	0.2527%	0.2579%
Fund Description	Oracle Cash Balance	Market Value	Market Value	Market Value	Market Value
44077 NATIONAL CITY INVESTMENT FUND	37,134,381	36,434,903	36,300,630	35,625,427	35,809,770
Total for National City	37,134,381	36,434,903	36,300,630	35,625,427	35,809,770

Good afternoon,

Below is the market price for April 2023.

National City		Pool YTM: 3.50			
Conversion of Oracle Cash Balance to COSD Pool Market Price					
Month Ended April 30, 2023					
		Current Month	Prior Month	Prior Quarter	Prior Year
		4/30/2023	3/31/2023	1/31/2023	4/30/2022
COSD Pool Market Price		97.755%	97.140%	96.163%	97.593%
COSD Pool Market Value		16,519,538,605	14,427,943,316	14,332,135,530	14,480,992,673
National City percentage of MV share in COSD Pool		0.2197%	0.2497%	0.2478%	0.2470%
Fund Description	Oracle Cash Balance	Market Value	Market Value	Market Value	Market Value
44077 NATIONAL CITY INVESTMENT FUND	37,134,381	36,300,630	36,028,406	35,516,584	35,768,598
Total for National City	37,134,381	36,300,630	36,028,406	35,516,584	35,768,598

Thank you,

California State Treasurer
Fiona Ma, CPA



Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

July 05, 2023

[LAIF Home](#)
[PMIA Average Monthly Yields](#)

CITY OF NATIONAL CITY

FINANCE DIRECTOR
1243 NATIONAL CITY BLVD
NATIONAL CITY, CA 91950-4397

[Tran Type Definitions](#)

Account Number:

June 2023 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	47,209,460.10
Total Withdrawal:	0.00	Ending Balance:	47,209,460.10



MALIA M. COHEN

California State Controller

LOCAL AGENCY INVESTMENT FUND
REMITTANCE ADVICE

Agency Name NATIONAL CITY

Account Number

As of 07/14/2023, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 06/30/2023.

Earnings Ratio		.00008636172883763
Interest Rate		3.15%
Dollar Day Total	\$	4,292,354,346.54
Quarter End Principal Balance	\$	47,209,460.10
Quarterly Interest Earned	\$	370,695.14

California State Treasurer *Fiona Ma, CPA*



Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

June 06, 2023

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CITY OF NATIONAL CITY

FINANCE DIRECTOR
1243 NATIONAL CITY BLVD
NATIONAL CITY, CA 91950-4397

[Tran Type Definitions](#)

Account Number:

May 2023 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	47,209,460.10
Total Withdrawal:	0.00	Ending Balance:	47,209,460.10

California State Treasurer
Fiona Ma, CPA



Local Agency Investment Fund
 P.O. Box 942809
 Sacramento, CA 94209-0001
 (916) 653-3001

May 16, 2023

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CITY OF NATIONAL CITY

FINANCE DIRECTOR
 1243 NATIONAL CITY BLVD
 NATIONAL CITY, CA 91950-4397

[Tran Type Definitions](#)

Account Number:

April 2023 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
4/14/2023	4/13/2023	QRD	1728072	N/A	SYSTEM	285,117.12

Account Summary

Total Deposit:	285,117.12	Beginning Balance:	46,924,342.98
Total Withdrawal:	0.00	Ending Balance:	47,209,460.10



State of California Pooled Money Investment Account Market Valuation 6/30/2023

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch. Amortized Cost		
United States Treasury:				
Bills	\$ 26,007,755,477.17	\$ 26,399,578,085.33	\$ 26,373,531,500.00	NA
Notes	\$ 86,519,529,543.76	\$ 86,509,828,710.82	\$ 84,164,502,000.00	\$ 284,909,808.50
Federal Agency:				
SBA	\$ 304,224,258.70	\$ 304,224,258.70	\$ 303,681,095.57	\$ 1,346,489.58
MBS-REMICs	\$ 2,861,107.99	\$ 2,861,107.99	\$ 2,796,239.71	\$ 12,733.34
Debentures	\$ 8,945,771,764.62	\$ 8,944,151,139.64	\$ 8,759,821,400.00	\$ 55,422,809.00
Debentures FR	\$ -	\$ -	\$ -	\$ -
Debentures CL	\$ 1,700,000,000.00	\$ 1,700,000,000.00	\$ 1,647,748,000.00	\$ 10,856,492.50
Discount Notes	\$ 24,944,635,104.19	\$ 25,263,483,034.62	\$ 25,266,731,500.00	NA
Supranational Debentures	\$ 2,922,770,687.63	\$ 2,922,770,687.63	\$ 2,850,780,700.00	\$ 18,059,340.40
Supranational Debentures FR	\$ -	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ -	\$ -	\$ -	\$ -
Bank Notes	\$ 200,000,000.00	\$ 200,000,000.00	\$ 199,864,525.38	\$ 4,632,083.33
CDs and YCDs	\$ 13,200,000,000.00	\$ 13,200,000,000.00	\$ 13,189,091,719.79	\$ 224,912,305.57
Commercial Paper	\$ 7,730,447,541.69	\$ 7,808,541,430.55	\$ 7,803,585,652.74	NA
Corporate:				
Bonds FR	\$ -	\$ -	\$ -	\$ -
Bonds	\$ 463,858,804.42	\$ 463,789,526.64	\$ 438,964,830.00	\$ 3,327,576.53
Repurchase Agreements	\$ -	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -	\$ -
Time Deposits	\$ 5,082,000,000.00	\$ 5,082,000,000.00	\$ 5,082,000,000.00	NA
PMIA & GF Loans	\$ 358,954,000.00	\$ 358,954,000.00	\$ 358,954,000.00	NA
TOTAL	\$ 178,382,808,290.17	\$ 179,160,181,981.92	\$ 176,442,053,163.19	\$ 603,479,638.75

Fair Value Including Accrued Interest

\$ 177,045,532,801.94

Repurchase Agreements, Time Deposits, PMIA & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

The value of each participating dollar equals the fair value divided by the amortized cost (0.984828499). As an example: if an agency has an account balance of \$20,000,000.00, then the agency would report its participation in the LAIF valued at \$19,696,569.99 or \$20,000,000.00 x 0.984828499.



[Home](#) >> [PMIA](#) >> PMIA Average Monthly Effective Yields



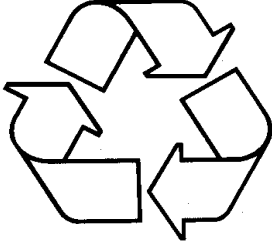
POOLED MONEY INVESTMENT ACCOUNT

PMIA Average Monthly Effective Yields

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
1977	5.770	5.660	5.660	5.650	5.760	5.850	5.930	6.050	6.090	6.090	6.610	6.730
1978	6.920	7.050	7.140	7.270	7.386	7.569	7.652	7.821	7.871	8.110	8.286	8.769
1979	8.777	8.904	8.820	9.082	9.046	9.224	9.202	9.528	9.259	9.814	10.223	10.218
1980	10.980	11.251	11.490	11.480	12.017	11.798	10.206	9.870	9.945	10.056	10.426	10.961
1981	10.987	11.686	11.130	11.475	12.179	11.442	12.346	12.844	12.059	12.397	11.887	11.484
1982	11.683	12.044	11.835	11.773	12.270	11.994	12.235	11.909	11.151	11.111	10.704	10.401
1983	10.251	9.887	9.688	9.868	9.527	9.600	9.879	10.076	10.202	10.182	10.164	10.227
1984	10.312	10.280	10.382	10.594	10.843	11.119	11.355	11.557	11.597	11.681	11.474	11.024
1985	10.579	10.289	10.118	10.025	10.180	9.743	9.656	9.417	9.572	9.482	9.488	9.371
1986	9.252	9.090	8.958	8.621	8.369	8.225	8.141	7.844	7.512	7.586	7.432	7.439
1987	7.365	7.157	7.205	7.044	7.294	7.289	7.464	7.562	7.712	7.825	8.121	8.071
1988	8.078	8.050	7.945	7.940	7.815	7.929	8.089	8.245	8.341	8.397	8.467	8.563
1989	8.698	8.770	8.870	8.992	9.227	9.204	9.056	8.833	8.801	8.771	8.685	8.645
1990	8.571	8.538	8.506	8.497	8.531	8.538	8.517	8.382	8.333	8.321	8.269	8.279
1991	8.164	8.002	7.775	7.666	7.374	7.169	7.098	7.072	6.859	6.719	6.591	6.318
1992	6.122	5.863	5.680	5.692	5.379	5.323	5.235	4.958	4.760	4.730	4.659	4.647
1993	4.678	4.649	4.624	4.605	4.427	4.554	4.438	4.472	4.430	4.380	4.365	4.384
1994	4.359	4.176	4.248	4.333	4.434	4.623	4.823	4.989	5.106	5.243	5.380	5.528
1995	5.612	5.779	5.934	5.960	6.008	5.997	5.972	5.910	5.832	5.784	5.805	5.748
1996	5.698	5.643	5.557	5.538	5.502	5.548	5.587	5.566	5.601	5.601	5.599	5.574
1997	5.583	5.575	5.580	5.612	5.634	5.667	5.679	5.690	5.707	5.705	5.715	5.744
1998	5.742	5.720	5.680	5.672	5.673	5.671	5.652	5.652	5.639	5.557	5.492	5.374
1999	5.265	5.210	5.136	5.119	5.086	5.095	5.178	5.225	5.274	5.391	5.484	5.639
2000	5.760	5.824	5.851	6.014	6.190	6.349	6.443	6.505	6.502	6.517	6.538	6.535
2001	6.372	6.169	5.976	5.760	5.328	4.958	4.635	4.502	4.288	3.785	3.526	3.261
2002	3.068	2.967	2.861	2.845	2.740	2.687	2.714	2.594	2.604	2.487	2.301	2.201
2003	2.103	1.945	1.904	1.858	1.769	1.697	1.653	1.632	1.635	1.596	1.572	1.545
2004	1.528	1.440	1.474	1.445	1.426	1.469	1.604	1.672	1.771	1.890	2.003	2.134
2005	2.264	2.368	2.542	2.724	2.856	2.967	3.083	3.179	3.324	3.458	3.636	3.808
2006	3.955	4.043	4.142	4.305	4.563	4.700	4.849	4.946	5.023	5.098	5.125	5.129
2007	5.156	5.181	5.214	5.222	5.248	5.250	5.255	5.253	5.231	5.137	4.962	4.801
2008	4.620	4.161	3.777	3.400	3.072	2.894	2.787	2.779	2.774	2.709	2.568	2.353
2009	2.046	1.869	1.822	1.607	1.530	1.377	1.035	0.925	0.750	0.646	0.611	0.569
2010	0.558	0.577	0.547	0.588	0.560	0.528	0.531	0.513	0.500	0.480	0.454	0.462
2011	0.538	0.512	0.500	0.588	0.413	0.448	0.381	0.408	0.378	0.385	0.401	0.382
2012	0.385	0.389	0.383	0.367	0.363	0.358	0.363	0.377	0.348	0.340	0.324	0.326
2013	0.300	0.286	0.285	0.264	0.245	0.244	0.267	0.271	0.257	0.266	0.263	0.264
2014	0.244	0.236	0.236	0.233	0.228	0.228	0.244	0.260	0.246	0.261	0.261	0.267
2015	0.262	0.266	0.278	0.283	0.290	0.299	0.320	0.330	0.337	0.357	0.374	0.400
2016	0.446	0.467	0.506	0.525	0.552	0.576	0.588	0.614	0.634	0.654	0.678	0.719
2017	0.751	0.777	0.821	0.884	0.925	0.978	1.051	1.084	1.111	1.143	1.172	1.239
2018	1.350	1.412	1.524	1.661	1.755	1.854	1.944	1.998	2.063	2.144	2.208	2.291
2019	2.355	2.392	2.436	2.445	2.449	2.428	2.379	2.341	2.280	2.190	2.103	2.043
2020	1.967	1.912	1.787	1.648	1.363	1.217	0.920	0.784	0.685	0.620	0.576	0.540

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2021	0.458	0.407	0.357	0.339	0.315	0.262	0.221	0.221	0.206	0.203	0.203	0.212
2022	0.234	0.278	0.365	0.523	0.684	0.861	1.090	1.276	1.513	1.772	2.007	2.173
2023	2.425	2.624	2.831	2.870	2.993	3.167						

Item 6.D.



**REGIONAL SOLID WASTE
ASSOCIATION**

Member Agencies: Cities of Del Mar, Encinitas, Escondido,
National City, Poway, Solana Beach, and Vista

To: RSWA Board Members
From: General Manager James H. Eggart
Subject: First Quarter FY 23/24 Budget and Expenditure Status – Item 6.D.
Date: RSWA Agenda October 5, 2023

Attached for your information are the following reports:

The Financial Status Report as of September 30, 2023 (First Quarter FY 2023/2024) which shows a Fund Balance for the First Quarter in the amount of \$337,852.

The RSWA Cash Activity Report as of September 30, 2023.

CITY OF NATIONAL CITY

MEMORANDUM

TO: James H. Eggart, RSWA General Manager/General Counsel

FROM: Phillip Davis, Financial Analyst

DATE: September 30, 2023

SUBJECT: Regional Solid Waste Association's Budget Status

Attached are the Financial Status Report and Cash Activity Report for the Regional Solid Waste Association (RSWA) for the fiscal year (FY) 2023-24. The attached reports present activity from July 1, 2023 through September 30, 2023.

REVENUES

Year-to-date (YTD) activity includes actual revenue of \$100,463 which represents 22.04 percent of the FY 2023-24 budgeted revenue. Actual revenues are consistent with what would be expected at the end of the first quarter of the fiscal year.

EXPENDITURES

The YTD activity includes actual expenditures for the first quarter of the fiscal year totaling \$299,872 which represents 65.84 percent of the FY 2023-24 budgeted amount. The actual expenditures are consistent with what would be expected at this time.

FUND BALANCE

The total fund balance as of September 30, 2023 is \$138,068 which includes a balance of \$80,000 set aside and reserved for two household hazardous waste facility closures in the future.

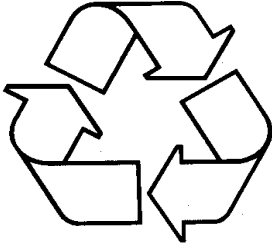
**REGIONAL SOLID WASTE ASSOCIATION
FY 2023-2024 FINANCIAL STATUS REPORT
AS OF SEPTEMBER 30, 2023**

	ANNUAL BUDGET	ACTUAL THRU 9/30/2023	% of Budget
BEGINNING BALANCE (6-30-2022 Fund Balance)	\$ 337,477	\$ 337,477	
REVENUES			
DISPOSAL AGREEMENT VOLUME REBATE	401,852	100,463	25.00%
HHW NON-MEMBER	50,000	-	0.00%
INVESTMENT EARNINGS	4,000	-	0.00%
TOTAL REVENUES	455,852	100,463	22.04%
EXPENDITURES			
DIRECTOR STIPENDS/PAYROLL PROCESSING	8,500	1,114	13.10%
INSURANCE	9,500	8,807	92.70%
TRAINING, TRAVEL AND MEETINGS	9,000	-	0.00%
AUDIT SERVICES	4,000	-	0.00%
LEGAL SERVICES	30,000	12,750	42.50%
CONSULTANT SERVICES	55,000	6,750	12.27%
REIMBURSEMENTS	1,500	-	0.00%
HHW PERMITS	5,500	5,468	99.42%
HHW FACILITY SECURITY & PHONE	3,300	3,248	98.42%
WEBSITE MAINTENANCE	1,500	1,310	87.33%
SB 1383 CONSULTING SERVICES	20,000	11,425	57.13%
SB 1383 COMPLIANCE ASSISTANCE	50,000	50,000	100.00%
HHW & ORGANICS EDUCATION	49,000	49,000	100.00%
ENVIRONMENTAL ENHANCEMENT PROGRAM	150,000	150,000	100.00%
EQUITY ADJUSTMENT PAYMENTS	40,677	-	0.00%
TREASURER/CONTROLLER	10,000	-	0.00%
CONTINGENCY	8,000	-	0.00%
TOTAL EXPENDITURES	455,477	299,872	65.84%
TOTAL ENDING FUND BALANCE	\$ 337,852	\$ 138,068	
CASH		\$ 138,068	
TOTAL ASSETS		\$ 138,068	
ACCOUNTS PAYABLE		\$ -	
TOTAL LIABILITIES		\$ -	
FUND BALANCE, UNRESERVED/UNDESIGNATED		\$ 58,068	
VISTA HHW FACILITY CLOSURE DESIGNATION		40,000	
POWAY HHW FACILITY CLOSURE DESIGNATION		40,000	
TOTAL FUND BALANCE		\$ 138,068	
TOTAL LIABILITIES AND FUND BALANCE		\$ 138,068	

RSWA Cash Account
JULY 1, 2023 - JUNE 30, 2024

Date	Check #	Name	Description	Deposit	Disbursement	Cash Balance
7/1/2023		BALANCE CARRIED FORWARD FROM 6/30/2022				337,476.76
7/3/2023		EDCO	EDCO CONTRACT VOLUME REBATE-1st Q	100,463.00		437,939.76
7/20/2023	364354	COUNTY OF SAN DIEGO, DEPT OF ENV HEALTH	UNIFIED PROGRAM FACILITY PERMIT-POWAY		2,691.00	435,248.76
7/20/2023	364354	COUNTY OF SAN DIEGO, DEPT OF ENV HEALTH	UNIFIED PROGRAM FACILITY PERMIT-VISTA		2,777.00	432,471.76
7/20/2023	364396	PROGRESSIVE TECHNOLOGY SECURITY SYS	HHW SECURITY SYSTEM MONITORING		2,448.00	430,023.76
7/20/2023	364417	WOODRUFF & SMART	LEGAL SERVICES (JULY 2023)		2,250.00	427,773.76
7/20/2023	364417	WOODRUFF & SMART	GENERAL MANAGER SVCS (JULY 2023)		4,250.00	423,523.76
7/20/2023	364346	ALLIANT INSURANCE SERVICES	COMMERCIAL CRIME INSURANCE POLICY		2,735.00	420,788.76
8/10/2023	364744	WOODRUFF & SMART	LEGAL SERVICES (AUG 2023)		2,250.00	418,538.76
8/10/2023	364744	WOODRUFF & SMART	GENERAL MANAGER SVCS (AUG 2023)		4,250.00	414,288.76
8/10/2023	ACH	CAPFORGE INC	PAYROLL PROCESSING		145.00	414,143.76
8/10/2023	DIR DEP	BOARD OF DIR STIPEND PAYMENTS	VARIOUS MEETING DATES		968.85	413,174.91
8/24/2023	364870	SOLANA CENTER FOR ENVIRON INNOVATION	SB1383 CONSULTING SERVICES (JULY 2023)		11,425.00	401,749.91
8/24/2023	364881	THE SIMPLE WEB SOLUTION	WEBSITE MAINT/HOSTING/DOMAIN FY 23/24		1,309.98	400,439.93
8/31/2023	364954	WOODRUFF & SMART	HHW PHONE REIMBURSEMENT		800.00	399,639.93
9/21/2023	365203	CITY OF DEL MAR	ENVIRONMENTAL FUND DIST FY 23/24		3,597.00	396,042.93
9/21/2023	365204	CITY OF ENCINITAS	ENVIRONMENTAL FUND DIST FY 23/24		31,219.00	364,823.93
9/21/2023	365206	CITY OF NATIONAL CITY	ENVIRONMENTAL FUND DIST FY 23/24		23,889.00	340,934.93
9/21/2023	365207	CITY OF POWAY	ENVIRONMENTAL FUND DIST FY 23/24		29,136.00	311,798.93
9/21/2023	365208	CITY OF SOLANA BEACH	ENVIRONMENTAL FUND DIST FY 23/24		5,962.00	305,836.93
9/21/2023	365209	CITY OF VISTA	ENVIRONMENTAL FUND DIST FY 23/24		56,197.00	249,639.93
9/21/2023	365203	CITY OF DEL MAR	HHW EDUC APPROPRIATION FY23/24		7,000.00	242,639.93
9/21/2023	365204	CITY OF ENCINITAS	HHW EDUC APPROPRIATION FY23/24		7,000.00	235,639.93
9/21/2023	365205	CITY OF ESCONDIDO	HHW EDUC APPROPRIATION FY23/24		7,000.00	228,639.93
9/21/2023	365206	CITY OF NATIONAL CITY	HHW EDUC APPROPRIATION FY23/24		7,000.00	221,639.93
9/21/2023	365207	CITY OF POWAY	HHW EDUC APPROPRIATION FY23/24		7,000.00	214,639.93
9/21/2023	365208	CITY OF SOLANA BEACH	HHW EDUC APPROPRIATION FY23/24		7,000.00	207,639.93
9/21/2023	365209	CITY OF VISTA	HHW EDUC APPROPRIATION FY23/24		7,000.00	200,639.93
9/21/2023	365203	CITY OF DEL MAR	SB 1383 COMPLIANCE ASSISTANCE FY23/24		2,023.00	198,616.93
9/21/2023	365204	CITY OF ENCINITAS	SB 1383 COMPLIANCE ASSISTANCE FY23/24		12,139.00	186,477.93
9/21/2023	365206	CITY OF NATIONAL CITY	SB 1383 COMPLIANCE ASSISTANCE FY23/24		10,116.00	176,361.93
9/21/2023	365207	CITY OF POWAY	SB 1383 COMPLIANCE ASSISTANCE FY23/24		9,248.00	167,113.93
9/21/2023	365208	CITY OF SOLANA BEACH	SB 1383 COMPLIANCE ASSISTANCE FY23/24		2,023.00	165,090.93
9/21/2023	365209	CITY OF VISTA	SB 1383 COMPLIANCE ASSISTANCE FY23/24		14,451.00	150,639.93
9/21/2023	365198	ALLIANT INSURANCE SERVICES	SPECIAL LIABILITY INSURANCE PROGRAM		6,071.76	144,568.17
9/21/2023	365263	WOODRUFF & SMART	LEGAL SERVICES (SEPT 2023)		2,250.00	142,318.17
9/21/2023	365263	WOODRUFF & SMART	GENERAL MANAGER SVCS (SEPT 2023)		4,250.00	138,068.17
TOTALS				100,463.00	299,871.59	138,068.17

Item 6.E.



REGIONAL SOLID WASTE ASSOCIATION

Member Agencies: Cities of Del Mar, Encinitas, Escondido,
National City, Poway, Solana Beach, and Vista

To: RSWA Board Members
From: General Manager James H. Eggart
Subject: FY 2023/2024 Environmental Enhancement Program, HHW &
Organics Education, and SB 1383 Compliance Assistance
Distributions
Date: October 5, 2023

HISTORY/BACKGROUND

Pursuant to its Environmental Enhancement Program, the Regional Solid Waste Association (RSWA) provides funding to its six (6) permanent members on an annual basis to be utilized for household hazardous waste programs, organic waste diversion initiatives, recycling, or other solid waste matters. For Fiscal Year 2023/2024, the RSWA Board allocated \$150,000 for the Environmental Enhancement Program.

Beginning this year, RSWA also appropriated additional funding to be used by the six (6) permanent members specifically to fund activities related to compliance with SB 1383 regulatory requirements. For Fiscal Year 2023/2024, the RSWA Board allocated \$50,000 for SB 1383 Compliance Payments.

For the past several years, RSWA has also appropriated separate funds to each of its seven (7) members specifically for use in supporting education related to disposal of household hazardous waste (HHW) and the diversion of organic waste from landfills. For Fiscal Year 2023/2024, the RSWA Board allocated \$49,000 for HHW and Organic Waste Education.

DISCUSSION

Environmental Enhancement Program Funding

The Environmental Enhancement Program allows each member city to utilize the funding allocation for environmental programs that the individual city determines are most beneficial to that jurisdiction. The Environmental Enhancement Program funding amount allocated to each member city is based on the city's prior year's solid waste tonnage as a percentage of the

total RSWA generated solid waste tonnage. This year’s distribution to each member city is as shown in the following table:

CITY	CITY TONNAGE	TOTAL RSWA TONNAGE	CITY % OF TOTAL	TOTAL ALLOCATION	ALLOCATION TO CITY
Vista	86,221.36	230,139.78	37.46%	\$150,000	\$56,197
Encinitas	47,898.90	230,139.78	20.81%	\$150,000	\$31,219
Poway	44,701.61	230,139.78	19.42%	\$150,000	\$29,136
National City	36,652.20	230,139.78	15.93%	\$150,000	\$23,889
Solana Beach	9,147.08	230,139.78	3.97%	\$150,000	\$5,962
Del Mar	5,518.63	230,139.78	2.40%	\$150,000	\$3,597

SB 1383 Compliance Assistance Funding

The SB 1383 Compliance Assistance allows each member city to utilize the funding allocation for those SB 1383 compliance activities that the individual city determines are most beneficial to that jurisdiction .The SB 1383 Compliance Assistance funding is allocated proportionately to the cities based roughly on the number of Tier 1 and Tier 2 businesses in each jurisdiction, with a minimum allocation of \$2,000 per city. This year’s distribution to each member city is as shown in the following table:

CITY	TIER 1 & TIER 2 GENERATORS¹	% OF TOTAL	TOTAL ALLOCATION	ALLOCATION TO CITY
Vista	50	28.90%	\$50,000	\$14,451
Encinitas	42	24.28%	\$50,000	\$12,139
Poway	32	18.50%	\$50,000	\$9,248
National City	35	20.23%	\$50,000	\$10,116
Solana Beach	7	4.05%	\$50,000	\$2,023
Del Mar	7	4.05%	\$50,000	\$2,023
TOTAL	173	100%		\$50,000

HHW & Organics Education Funding

Each member city will also receive a \$7,000 Educational Appropriation. This funding is provided on the condition that it be used to support education related to HHW disposal and organic waste diversion.

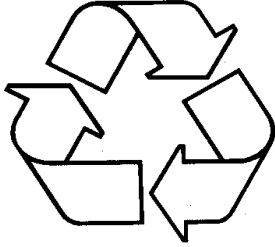
¹ The number of Tier 1 and Tier 2 generators in each City is based on updated information provided by Solana Center for Environmental Innovation.

Checks have been issued to each member city for all three programs. At the end of the fiscal year, each member city will be asked to provide a letter to the RSWA Board outlining how the city utilized the funding.

RECOMMENDATION

It is recommended that the Board receive and file the Report.

Item 8.B.



REGIONAL SOLID WASTE ASSOCIATION

Member Agencies: Cities of Del Mar, Encinitas, Escondido,
National City, Poway, Solana Beach, and Vista

To: RSWA Board Members
From: General Manager/General Counsel James H. Eggart
Subject: Legislative Update
Date: September 28, 2023

The following is a summary of select solid waste related select legislation that was adopted by the Legislature during the recently concluded Legislative session, organized by topic. As of the date this Memorandum was prepared, the Governor had not yet acted on any of these bills. Those bills that were covered in previous legislative updates, but which were vetoed or failed to pass, are also listed at the end. Those bills which are most pertinent to RSWA and RSWA Members will be discussed in more detail at the October 5th Board meeting.

I. PLASTIC / PACKAGING WASTE REDUCTION

A. Senate Bill (SB) 777 – Reusable Grocery Bags and Recycled Paper Bags [Allen (D)]

SB 270 (Padilla, Chapter 850, Statutes of 2014) established a statewide “bag ban” prohibiting the use of single-use carryout bags at retail stores, and to instead require stores to offer reusable or compostable plastic or paper bags for 10 cents or more. Under SB 270, stores can only use the proceeds of the 10-cent surcharge to cover costs associated with complying with the law, actual costs of providing recycled paper bags and reusable grocery bags, and costs associated with a store’s educational materials or educational campaign encouraging the use of reusable grocery bags. Stores are not currently authorized to use the surcharge revenue for costs associated with offering customers the opportunity to return their bags to the store for recycling or to ensure collected bags are recycled and do not currently have a reporting requirement under the bag ban.

SB 777 would enact the Transparency in Grocery Bag Recycling Act, which would amend SB 270’s provisions (1) to allow retailers to also use the 10-cent surcharge for costs associated with providing consumers the opportunity to return reusable grocery bags to the store for recycling and ensuring the collected bags are recycled and (2) to impose new accounting and reporting requirements on large grocery store chains. Under the bill, grocery store chains with more than \$2 million in annual sales and more than 300 employees nationwide would now have to submit annual reports to CalRecycle containing specified information on their costs to comply with the law’s requirements, as well as the balance, if any, of the remaining funds collected that year, and union representatives at stores with collective bargaining agreements would be allowed to review and make copies of these annual reports.

B. Senate Bill (SB) 728 – Plastic Gift Card Ban [Limon]

Beginning in 2027, SB 728 would prohibit California retailers from selling or distributing plastic gift cards, which typically cannot be recycled. Retailers would be permitted to continue to sell an existing stock of plastic gift cards that were acquired before January 1, 2027, until January 1, 2028. The ban would be enforceable by cities and counties, as well as the Attorney General and district attorneys. Violators would be subject to civil fines of \$25 per retailer per day for the first violation and \$100 per retailer per day for each subsequent violation.

The ban would not apply to any gift card usable with multiple sellers of goods or services (such as a Visa gift card), provided the expiration date of the gift card is printed on it and its use is not limited to affiliated sellers. The law would also not apply to plastic cards used to pay public transit fares.

C. Plastic Pollution Prevention and Packaging Producer Responsibility Act (SB 54) Amendments

In 2022, the Legislature enacted the Plastic Pollution Prevention and Packaging Producer Responsibility Act (SB 54), which imposes minimum postconsumer recycled content requirements for single-use packaging and plastic food serviceware and source reduction requirements for plastic single-use packaging and food serviceware. SB 54 provides for the creation of one or more producer responsibility organizations (“PROs”) to carry out the Act’s requirements and establishes a PRO advisory board to advise and make recommendations to CalRecycle, producers, and PROs in the implementation of the Act. Under the Act, PROs are required to pay a \$500 million annual environmental mitigation surcharge to the State. This year, the Legislature adopted three separate bills that would amend SB 54’s provisions in various respects.

1. Senate Bill (SB 303 [Allen (D)])

SB 303 would amend 54’s provisions to (a) revise and clarify certain definitions, including more clearly defining what constitutes a “responsible end market;” (b) expressly authorize CalRecycle to adopt regulations to establish standards for PROs regarding responsible end markets for covered material and to establish criteria that prioritizes benefits to the environment and minimizes risks to public health and worker health and safety; and (c) establish a modified process to resolve claims by franchise haulers, recycling and composting facilities, and other affected entities that specific actions taken by a PRO are inconsistent with SB 54’s requirements and are disrupting or otherwise adversely affecting the sustained operation or commercial viability of solid waste collection programs, solid waste recycling facilities, or composting facilities providing services in accordance with local solid waste handling requirements. The new dispute resolution process would require the PRO advisory agency to evaluate such a claim and make a recommendation for resolution to the parties and would authorize either party to thereafter initiate arbitration to resolve the dispute. CalRecycle would be authorized to review and revise the decision of the arbitrator.

2. Assembly Bill (AB) 1489 [Wood (D)]

AB 1489 would exempt packaging and plastic food service ware that are “compostable” from SB 54’s source reduction requirements, thereby allowing for the development and use of compostable plastics. For purposes of the bill, to be deemed “compostable” under State law standards, a compostable plastic would need to break down as easily as food waste or food-soiled paper. Such products do not currently exist in the market but could conceivably be developed.

3. Assembly Bill (AB) 1526 [Assembly Committee on Natural Resources]

AB 1526 is an omnibus bill that proposes to make several technical and clarifying changes to SB 54, including specifying that owners of recyclable materials can still sell or donate those materials, enacting provisions necessary for the California Department of Tax and Fee Administration to collect the \$500 million annual environmental mitigation surcharge established by SB 54, and providing additional clarification regarding how local jurisdictions’ costs will be reimbursed.

Under SB 54, local jurisdictions and recycling service providers are required to include all “covered material” in their collection and recycling programs (subject to certain exceptions). This may require cities and waste haulers to accept materials for recycling that are currently designated as nonrecyclable trash and to process, sort, and transport these materials. This will result in increased costs for local jurisdictions and recycling service providers. SB 54 contemplated that local jurisdictions and recycling service providers would recover these additional costs from producers through the fees charged to producers and a reimbursement mechanism to be determined through the plan prepared by the PRO and approved by CalRecycle. AB 1526 would provide additional clarity to this provision by specifying that the approved plan must include a mechanism and schedule for transferring a portion of the collected fees to local jurisdictions and that producers must determine reimbursable costs based on information provided by local jurisdictions and recycling service providers.

D. Senate Bill (SB) 665 – Single-Use Plastics Alternatives Working Group [Allen (D)]

The Plastic Pollution Prevention and Packaging Producer Responsibility Act (SB 54) requires producers of single-use packaging and single-use plastic food service ware to take responsibility for the end-of-life management of the material they put into the marketplace. Among the requirements of SB 54 is a mandate on producers to reduce the amount of single-use plastic they use by 25 percent by 2032. It is anticipated that companies will need to develop alternative materials in order to accomplish this goal. SB 665 would require CalEPA to establish a working group made up of various state agencies to establish framework by July 1, 2026 for evaluating novel plastic and plastic-alternative material types used to produce single-use products and make recommendations in order to inform state policy decisions. Specifically, in developing the framework, the working group would be tasked with:

1. Ensuring the framework can be used as a comparative tool to assess novel material types to determine potential impacts to human health and the environment, and assess the ease with which those material types can be readily recycled, composted, or reused; to enable an assessment and categorization based on the full life cycle of novel material types, including, but not limited to, the material’s source and its end-of-life properties; and to enable a comparative analysis of material life cycles, including comparing the life cycle impacts of novel materials to similar life cycles of the same type of finished products made from a variety of materials, including, but not

limited to, fossil fuel-based plastic, paper, and, where possible, other natural materials like bamboo, sugar cane, agave, and pasta;

2. Considering trade-offs between sustainability objectives and risks, including, but not limited to, greenhouse gas emissions, water usage, soil health, impacts to public health, pollution, and impacts to the environment and wildlife;
3. Consulting with academic experts in this sector, industry, environmental advocacy organizations, and environmental justice advocates; and
4. Reviewing existing scientific data, research, and testing methodologies; and

II. BEVERAGE CONTAINERS

A. Senate Bill (SB) 353 – Bottle Bill Amendments [Senators Dodd (D), Blakespear (D), Gonzalez (D), and Roth (D) / Assembly Members Carrillo (D) and Kalra (D)]

SB 353 would make several updates and changes to the California Beverage Container Recycling and Litter Reduction Act (Bottle Bill), including the following:

1. The bill would add large fruit and vegetable juice containers to the CRV Program beginning in 2024, but would extend the date by which such beverage containers are required to comply with statutory postconsumer recycled content requirements until 2026.
2. The bill would update certain definitions, labeling requirements, and tasting room exemptions to accommodate new beverage containers entering the Bottle Bill program in 2024.
3. The bill would change the methodology CalRecycle uses to calculate processing payments to recyclers by authorizing it to adjust the processing payment amount quarterly, instead of annually, based on the lower of the applicable preceding 3-month or 12-month average scrap value instead of only the prior 12-month scrap value. This change is intended to protect recyclers from large changes in processing fee payments due to market fluctuation.
4. The bill would establish a \$60 per-ton temporary transportation, operations, and logistics payment to rural recyclers for glass until 2030.
5. The bill would update certain definitions, labeling requirements, and tasting room exemptions to accommodate new beverage containers entering the Bottle Bill program in 2024.
6. The bill would make other minor changes to the Bottle Bill program and CalRecycle's operations.

SB 353 is an urgency measure and would take effect immediately if approved by the Governor.

III. ELECTRONIC WASTE

A. Senate Bill (SB 244) – Right to Repair [Eggman (D)]

Beginning on July 1, 2024, SB 244 would provide consumers with a right to repair to a broad range of consumer electronics, such as televisions, personal computers, printers, speakers, cellphones, and tablets, and appliances such as microwaves, refrigerators, washers, dryers, and dishwashers. The bill would apply to products that have been first sold or used in California (regardless of where they were manufactured, designed, or assembled) on or after July 1, 2021, and have a wholesale price of at least \$50. Under this bill, subject to a few exceptions, a manufacturer of a covered product would have to make available sufficient documentation, parts, and tools on fair and reasonable terms to allow either the product’s owner or an independent repair shop to diagnose issues with, maintain, and repair the product. Manufacturers would have to make documentation, parts, and tools available for three years from a product’s last date of manufacture if the product’s wholesale cost was between \$50 and \$99.99, and seven years if it was \$100 or more.

SB 244 would be enforceable through civil actions filed by cities, counties, or the Attorney General, and any person or entity found to have knowingly violated the law, or who should have known that it violated the law, would be subject to liability of in the amount of \$1,000 per day for the first violation of this chapter, \$2,000 per day for the second violation, and \$5,000 per day for the third and subsequent violations.

By making it easier for consumers to get electronic devices and appliances repaired, the bill could reduce the amount of electronic waste that consumers dispose of.

B. Senate Bill (SB) 568 – Export of Electronic Waste [Newman (D)]

Existing law, the Electronic Waste Recycling Act of 2003, enacts a comprehensive system for the reuse, recycling, and proper and legal disposal of covered electronic devices. The Act currently requires a person who exports covered electronic waste or devices intended for recycling or disposal to a foreign country or to another state to demonstrate that doing so will comply with all applicable state, federal, and international laws and specified international guidelines for the safe handling of electronic waste. SB 568 would add to these requirements that persons intending to export covered electronic waste or devices out of California also demonstrate that the waste or device could not be managed by an in-state covered electronic waste recycler.

IV. PAINT

A. Assembly Bill (AB) 1526 -- Paint Stewardship Law Amendments [Assembly Committee on Natural Resources]

AB 1526 is an omnibus bill that proposes amendments to several provisions of the Public Resources Code. Among other amendments, the bill would add aerosol paint to California’s Paint Stewardship Law, which is an EPR program for paint products. AB 1526 would amend California’s Paint Stewardship Law to cover aerosol spray paint and similar aerosol coating products, require manufacturers or a stewardship organization to submit an aerosol paint stewardship plan to CalRecycle for approval by July 1, 2026, change the due date for the annual report submitted to CalRecycle by the producer stewardship organization(s) from November 1st to May 15th, and authorize CalRecycle, in consultation with DTSC, to adopt regulations to implement the paint stewardship law.

V. ORGANICS

A. Senate Bill (SB) 613 – Low-Population Exemption from SB 1383 [Sevarto (R)]

AB 613 would exempt very small jurisdictions from the provisions of SB 1383 and CalRecycle’s SB 1383 regulations. The exemption would only apply to a jurisdiction that disposes less than 5,000 tons of solid waste per year and has a population of less than 7,500 people.

VI. OTHER BILLS RELATED TO SOLID WASTE

A. Senate Bill (SB) 751 – Solid Waste Franchise Agreements [Padilla (D)]

SB 751 would prohibit force majeure provisions in city or county franchise agreements that excuse the service provider from complying with the agreement in the event of a work stoppage associated with a labor dispute. This bill would apply to franchise agreements that are entered into or amendments made to material terms on or after January 1, 2024. The bill also requires agreements to include certain specific provisions in the event of a labor dispute.

UNSUCCESSFUL MEASURES

A. Assembly Bill (AB) 1347 – Eliminating Paper Receipts (“Skip the Slip”) [Ting (D)]

AB 1347 would have required a business to give a consumer the option of whether to receive a printed paper point-of-sale receipt and prohibited the business from printing a receipt if the consumer opted not to receive one. The bill would have also prohibited receipts that are printed from containing BPA or BPS (which most printed receipts currently contain).

B. Assembly Bill (AB) 2 – Solar Panel Manufacturer End-of-Life Management Plans [Ward (D)]

AB 2 would have created a recycling fee paid at the time of purchase for customer-owned solar panels and required solar panel manufacturers to develop and implement an end-of-life management plan for non-customer owned solar panels.

C. Assembly Bill (AB) 1238 – Alternative Management Standards for Recycling of Solar Panels [Ward (D)]

AB 1238 would have required DTSC to develop alternative management standards for solar panels that would allow solar panels to be collected, reused, recycled, or landfilled without a hazardous waste permit, streamline the collection and recycling process, and make it more flexible and administratively convenient.

**D. Senate Bill (SB) 615 – Recycling / Reuse of Electric Vehicle Batteries
[Allen (D) / Min (D)]**

SB 615 would have required all electric vehicle (EV) traction batteries sold with cars in the state to be recovered and reused, repurposed, remanufactured, or recycled at the end of their useful life in a motor vehicle or other application.

E. Senate Bill (SB) 707 – Responsible Textile Recovery Act of 2023 [Newman (D)]

SB 707 would have created an Extended Producer Responsibility (EPR) program for the collection and recycling of postconsumer apparel and textiles, with oversight from CalRecycle, similar to EPR programs that have been established for other products.

F. Assembly Bill (AB) 863 – Carpet Stewardship Program Amendments [Curry (D)]

AB 863 would have amended the State’s existing EPR / stewardship program for by increasing civil penalties for violations of the law, making repeat offenders ineligible to run the program, authorizing CalRecycle to adopt regulations establishing new requirements for carpet stewardship organizations or manufacturers, and requiring at least 10% of the assessments collected to be expended for grants to apprenticeship programs for training apprentice and journey-level carpet installers in proper carpet recycling practices.

G. Assembly Bill (AB) 573 – Meeting SB 1383 Organic Waste Product Procurement Targets [Garcia (D)]

AB 573 would have created a narrow exception to SB 1383’s organic waste procurement requirements for rural cities and counties in Northern and Eastern California by temporarily allowing them to count towards their procurement targets California-derived recovered organic waste that the city or county sends for processing at an out-of-state facility or operation located within 125 miles of the city or county.

H. Assembly Bill (AB) 660 – Elimination of “Sell By” Dates on Food Labels [Irwin (D)]

AB 660 would have changed the use of “sell-by” and “use-by” dates for food products from a voluntary system to a requirement for food products sold in California beginning in 2025, and would have generally prohibited the use of a “sell by” label on food products and, instead, required that for sale food items (other than eggs and shellfish) be labeled with a “best if used by” (the quality date) and/or “use by” (safety date) label.

I. Senate Bill (SB) 367 – State and Federal Land Waste Removal and Cleanup Grant Program [Sevarto (R)]

SB 367 would have created a new grant program for cleaning up and abating the effects of solid waste illegally disposed of on public lands owned by the state or federal government.