



BUDGET AND FINANCE COMMISSION SUMMARY MINUTES

Regular Meeting

Monday, March 20, 2023 - 6:00 P.M.

Solana Beach Mayor's Conference Room

635 S. Highway 101, Solana Beach, CA 92075

1. Call To Order And Roll Call:

Chairperson Lyle called the Budget and Finance Commission (Commission) Meeting to order at 6:00 p.m. on March 20, 2023.

Budget & Finance Commissioners:

Present:

Jeff Lyle - Chair
Christopher Maulik
Scott Hermes
Dave Clemons
Ken Zito

Staff Members/Other:

City Manager, Gregory Wade
Interim Finance Director/Treasurer, Rod Greek
Chandler Portfolio Manager, Genny Lynkiewicz
Senior Accountant, Kristine Pratt

2. Oral Communications - Public:

Chairperson Jeff Lyle opened this portion of the agenda which provides an opportunity for members of the public to address the Commission on items not appearing on the agenda. There were no members of the public to speak to any item not on the agenda.

3. Oral Communications – Commission Members:

Chairperson Jeff Lyle asked Commission members if they wished to address the Commission on items not appearing on the agenda. No members of the commission wished to speak to any item not on the agenda.

4. Approval of Meeting Minutes

Chairperson Jeff Lyle asked Commission members if they had any comments on the minutes from the last meeting. No members of the commission had any comments on the minutes.

Meeting minutes for February 20, 2023 were unanimously approved.

5. FY2022-23 Mid-Year Budget Update

Interim Finance Director/Treasurer Rod Greek presented the mid-year budget update. Rod started out by going over the revenues. Chairperson Jeff specifically asked about short term vacation rentals (STVRs), and several members mentioned their experiences with STVRs and what San Diego's process was.

Rod then went over expenditures, the General Fund total summary, and the projected surplus. Commission member Ken asked about the ARPA funds going away, and Rod mentioned the 1% sales tax measure will be an additional revenue going forward.

Rod asked for recommendations and comments. The commission members had no comments or questions.

6. Investment Performance

Chairperson Jeff Lyle turns the meeting over to Genny Lynkiewicz from Chandler for her presentation on the city's investments. Genny introduces herself and starts her presentation with an economic update. The City's portfolio is currently earning about \$32,000 in interest per month and has several investments coming to maturity soon. Rod asked who makes decisions on reinvestment, and Genny replied that Chandler makes those decisions. Genny went over the portfolio's performance and pointed out the unrealized losses for the year. Commissioner member Scott asked if these were net of fees, and Genny replied that these were gross of fees.

Rod asked the commission members for questions, and two members asked questions about property tax payments and buying and holding investments to maturity. Rod then thanked Genny for coming.

Rod then asked the council members if there were any questions about the PARS slides. Chairperson Jeff provided background on previous discussions relating to benchmarks and fees. City Manager Greg Wade would like the Commission to keep looking at this and CalPers. Genny offered to send comparisons for the pension trust that Chandler offers.

7. City Manager Roundtable

City Manager Greg Wade discussed the following topics:

- US Bank transition and concerns over bank closures
- USACE payment and grant
- Next 2-year budget
- Employee negotiations

8. ADJOURNMENT

The meeting was adjourned at 7:57 pm.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Rachel Jacobs", is written over a horizontal line.

Rachel Jacobs, Finance Director/Treasurer

MINUTES AS APPROVED BY THE BUDGET AND FINANCE COMMISSION:

Approved on June 26, 2023