



BUDGET AND FINANCE COMMISSION SUMMARY MINUTES
Regular Meeting
Monday, September 26, 2022 - 6:00 P.M.
Solana Beach City Council Chamber – Held via ZOOM
635 S. Highway 101, Solana Beach, CA 92075

1. Call To Order And Roll Call:

Chairperson Murphy called the Budget and Finance Commission (Commission) Meeting to order at 6:03 p.m. on September 26, 2022.

Budget & Finance Commissioners:

Present: Ed Murphy
Jeff Lyle
Christopher Maulik
Scott Hermes
Dave Clemons

Staff Members/Other: City Manager, Gregory Wade
Finance Director/Treasurer, Ryan Smith
Senior Accountant, Kristine Pratt
Chandler Presenter, Genny Lynkiewicz
PARS Presenter, Angela Tang
PARS Presenter, Chris Tsuda
PARS Presenter, Mitch Barker

2. Oral Communications - Public:

Chairperson Ed Murphy 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 Ed Murphy 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 Ed Murphy 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 Monday, June 20, 2022 were unanimously approved.

5. June 30, 2022 Investment Report

A. Chandler Asset Management

Genny Lynkiewicz presented on the status of the city's investments with Chandler Asset Management as of June 30, 2022. After going over some economic updates, she got into the quality, stability, and distribution of the city's portfolio. Member Scott Hermes asked Genny to speak to the recent up and down changes in corporate bonds, and Genny answered that they saw more value in treasury. Genny went on to talk about the duration allocations. Member Scott Hermes asked if they anticipate any changes since we are ninety days away already. Genny answered that cash is lower and corporate has increased. The next slides covered investment performance and showed that the performance is lower than they've had in the past. Member Scott Hermes asked if the figures were net of fees, and Genny answered that they were gross of fees. Genny concluded the presentation and asked for questions. Chairperson Ed Murphy asked to be reminded of the market yield, and Genny answered that at the end of June it was 2.87% but that today it would be even higher.

B. PARS Section 115 Trust

Angela Tang, Chris Tsuda, and Mitch Barker present on the status of the city's PARS investments as of June 30, 2022. The presentation started off with a summary about the entities involved with the trust and current events. The current investment OPEB balance was stated as approximately \$1.2 million with a funded rate of 35.1%, and the current Pension balance was at \$3.2 million with a funded rate of 79.8%. The final part of the presentation was concerning portfolio allocation and performance. After finishing the presentation, Chris Tsuda asked for any questions. Chairperson Ed Murphy asked about the benchmarks, and Chris answered that they have a blended benchmark of all indexes. A follow up question was asked relating to fees, and Chairperson asked for a list of their index fund fees. Chris Tsuda said that she would get those together.

This ended the presentations, and all presenters left the Zoom meeting.

6. City Manager Roundtable

City Manager Greg Wade gave an update on the ongoing projects and happenings within the city. He stated that the next Budget and Finance Committee meeting would be in-person.

7. ADJOURNMENT

The meeting was adjourned at 7:53 pm.

Respectfully Submitted,

Rodney J Greek

Rodney Greek, Interim Finance Director/Treasurer

MINUTES AS APPROVED BY THE BUDGET AND FINANCE COMMISSION:

Approved on 12/5/2022