



Legislation Details (With Text)

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<b>Sponsors:</b>	David Baum Finance Director				
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<b>Attachments:</b>	1. Finance Committee Sign In Sheet, 2. 07.18.17_Finance Agenda Packet				

Date	Ver.	Action By	Action	Result
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Highlights of the Finance Committee Meeting of July 18, 2017

**CITY OF SAN LEANDRO**

**FINANCE COMMITTEE**

**July 18, 2017**  
**5:30 - 7:00 p.m.**

**San Leandro City Hall**  
**835 East 14th Street**  
**San Leandro, California**  
**(Sister Cities Gallery)**

**HIGHLIGHTS**

**1. CALL TO ORDER**

Mayor Cutter called the meeting to order at 5:30 p.m.

**1.A. Attendance**

Committee members present: Mayor Cutter, Councilmember Hernandez, and Councilmember Lee

City staff present: City Manager Zapata, Assistant City Manager Kay, Director Baum, Budget & Compliance Manager Perini

Public present: Bill Dennehy

**1.B. Announcements**

None

**2. DISCUSSION ITEMS**

**2.A. 17-432 City Treasury Investments Overview**

Bill Dennehy from Chandler Asset Management presented an overview of the investment strategy used to invest approximately \$45 million held by the City. The primary objectives of the City's investment strategy are safety, liquidity and yield. The most common investment is a US-government backed security. Other investments include high grade corporate notes (rated A or better). A summary of the investments to the Council is provided quarterly. Portfolio maturities are summarized monthly and disseminated via the City Manager's "Weekly Update."

The City also holds about \$40 million with the Local Agency Investment Fund (LAIF). LAIF is able to provide funds on the same day as requested. The LAIF yield is currently 1.05%; the Chandler yield is currently about 1.45%.

The Committee asked many clarifying questions.

City Manager offered to provide additional information at future Finance Committee meetings that will further clarify the City's investment strategy.

**2.B. 17-431 Summary of Voter Approved Measures OO, PP, and NN**

We have an estimate for these new revenues for the current year, which is \$735,000. Half of the current year receipts are expected at the end of July 2017.

As required by the voter approved measures, staff will combine the reporting requirement with the Measure HH Annual report (prepared by a Citizen Oversight Committee).

**2.C. 17-433 Staff Report for CalPERS Pre-Payment Option for Unfunded Liability**

CalPERS is offering a \$304,270 discount if the City "pre-pays" an \$8,263,205 payment on or before July 31. Due to the late notice from CalPERS, we were not able to agendaize for the full Council approval.

The City Manager says that we will anticipate next year's payment before it is revealed by CalPERS next July 1 and seek the full Council's direction next year. Due to the large savings available this year and the \$15 million budgeted for CalPERS this year, the Committee expressed support for making the payment before the end of the month.

**2.D. 17-436 Budget in Brief Discussion**

The Budget in Brief was given to Committee members. A brief discussion was held and questions were answered.

**3. PUBLIC COMMENTS**

None

**4. COMMITTEE MEMBER COMMENTS**

None

**5. ADJOURN**

The meeting was adjourned at 6:59 p.m.