



**MINUTES**  
**FINANCE ADVISORY COMMITTEE**  
**REGULAR MEETING**  
**WEDNESDAY, MAY 27, 2015**  
**5:30 PM**  
**COMMUNITY ROOM**  
**420 CAPITOLA AVENUE, CAPITOLA, CA 95010**

**CALL TO ORDER AND ROLL CALL**

Members Present: Michael Termini, Jacques Bertrand, Christine McBroom, Nathan Cross, Will O'Sullivan, Gary Snelson, Sondi Carcello  
 Staff Present: Finance Director Mark Welch

**ORAL COMMUNICATIONS** *(No action may be taken)*

*The Chair may announce and set time limits at the beginning of each agenda item.  
 The Committee Members may not discuss Oral Communications to any significant degree, but may request issues raised be placed on a future agenda.*

**OTHER BUSINESS** *The Chair may announce and set time limits for speakers at the beginning of each agenda item.*

<b>Topic</b>
<p><b>A. Approval of Minutes – Meeting of March 29, 2015</b></p> <p>a. Approved Unanimously</p>
<p><b>B. Review Benchmark Study Reserve Levels</b></p> <p>a. Reviewed the past Benchmark Reserve Levels</p> <p>b. Reviewed the updated Benchmark Reserve Levels</p>
<p><b>C. PERS Actuarial Unfunded Liability Presentation</b></p> <p>a. Presentation of the PERS Actuarial Unfunded Liability</p> <p>b. Discussed the potential options currently available, those being do nothing, trust fund, or pension obligation bond.</p>
<p><b>D. Develop Recommendation for Fund Balance Usage</b></p> <p>a. <i>Christine McBroom moved to recommend the following to Council, seconded by Nathan Cross:</i></p> <p style="padding-left: 40px;"><i>\$300,000 PERS Contingency Fund</i></p> <p style="padding-left: 40px;"><i>\$200,000 CIP Fund Transfer</i></p> <p style="padding-left: 40px;"><i>\$100,000 Facilities Fund Transfer</i></p> <p style="padding-left: 40px;"><i>\$334,000 Remain in General Fund</i></p> <p>b. <i>Approved Unanimously</i></p>
<p><b>E. Discussion of Items for Next Agenda</b></p> <p>a. Review of Council action on Fund Balance Usage Recommendation</p> <p>b. Review PERS Unfunded Liability</p>

**1. ADJOURNMENT:** *Adjournment at 6:45 PM to the next FAC meeting to be held on Tuesday, July 21, 2015, at 6:00 PM, in the Community Room, 420 Capitola Avenue, Capitola, California.*