



**MINUTES**  
**FINANCE ADVISORY COMMITTEE**  
**REGULAR MEETING**  
**TUESDAY, AUGUST 18, 2015**  
**6:00 PM**  
**COMMUNITY ROOM**  
**420 CAPITOLA AVENUE, CAPITOLA, CA 95010**

**CALL TO ORDER AND ROLL CALL**

Members Present: Michael Termini, Christine McBroom, Nathan Cross, Will O'Sullivan, 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 May 27, 2015</b>  a. Approved Unanimously</p>
<p><b>B. Report Back on Council Fund Balance Discussion</b>  a. Reviewed the FAC recommendation for the General Fund ending Fund Balance usage and the adopted budget with Council changes to the recommendation.</p>
<p><b>C. PERS Actuarial Unfunded Liability Presentation and Possible Next Steps</b>  a. Presentation of the PERS Actuarial Unfunded Liability and possible solutions to help reduce the liability. The Committee reviewed the options of a Pension Obligation Bond, 20-year amortization through CalPERs, a Trust Fund, and the option to do nothing. The Committee will continue to monitor future developments and have a recommendation for the Fiscal Year 2016-17 Budget process.</p>
<p><b>D. 3<sup>rd</sup> Quarter Sales Tax Update</b>  a. <i>Received a report on the 3<sup>rd</sup> Quarter sales tax receipts.</i></p>
<p><b>E. TOT Audit Update</b>  a. Reviewed the TOT claim submitted to the City and the ultimate resolution of the claim.</p>
<p><b>F. Discussion of Items for Next Agenda</b>  a. Update on the City's Fee Schedule.</p>

**1. ADJOURNMENT:** *Adjournment at 7:05 PM to the next FAC meeting to be held on Tuesday, September 15, 2015, at 6:00 PM, in the Community Room, 420 Capitola Avenue, Capitola, California.*