

**MINUTES
FINANCE COMMISSION
REGULAR MEETING
August 17, 2015**

City Council Chamber
1 Civic Center Plaza
Irvine, CA 92606

CALL TO ORDER – 5:31 p.m.

ROLL CALL

PRESENT: 4	Commissioner	Dressler
	Commissioner:	Montgomery
	Vice Chair:	Stein
	Chair:	Bartlett
ABSENT: 1	Commissioner:	Reyno

PLEDGE OF ALLEGIANCE

Vice Chair Stein led the Pledge of Allegiance.

INTRODUCTIONS

There were no introductions.

PRESENTATIONS

There were no presentations.

COMMITTEE REPORTS

There were no committee reports.

ADDITIONS AND DELETIONS TO THE AGENDA

There were no additions or deletions to the agenda.

PUBLIC COMMENTS

There were no public comments.

COMMISSION BUSINESS

1. MINUTES

ACTION: Moved by Commissioner Dressler, seconded by Vice Chair Stein, and unanimously carried by those members present to:

Approve the minutes of a regular meeting of the Finance Commission held on July 20, 2015.

2. TREASURER'S ANNUAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Don Collins, City Treasurer, presented the staff report and answered questions. Ken Brown, Director of Administrative Services and Valaya Chitchakkol, Finance Administrator, were also present and answered questions.

Commission discussion included: interest rate increases and unrealized losses; interest earned on Special Funds and Bond Proceeds Fund Portfolio; administrative costs for time spent on money management; increase in market value of the Irvine Pooled Investment Portfolio and the greatest risk to the portfolio; possibility of a stress test to evaluate City funds during a recession; and use of Asset Management Plan (AMP) Funds for rehabilitation and maintenance needs.

ACTION: Moved by Vice Chair Stein, seconded by Commissioner Montgomery, and unanimously carried by those members present to:

Recommend that the City Council receive and file the Treasurer's Report for the fiscal year ended June 30, 2015.

3. FRANCHISE AGREEMENT WITH WICKLAND PIPELINES LLC

Mark Carroll, City Engineer, presented the staff report and answered questions. Ken Brown, Director of Administrative Services, Shohreh Dupuis, Deputy Director of Public Works, were also present and answered questions.

Roy Wickland, President of Wickland Pipelines LLC, provided additional background and information on the construction and benefits of installing the pipeline.

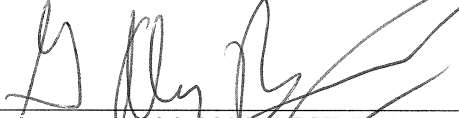
Commission discussion included: depth of pipeline installation and timeline; monitoring the pipeline; location and history of Kinder Morgan pipeline; jet fuel storage capacity at John Wayne airport; anticipated annual sales, cost of initial infrastructure; reasons for a 25-year franchise request and options on handling the pipeline after the agreement; Orange County Fire Authority (OCFA) involvement in disaster planning; traffic impact on Red Hill Avenue; calculation of the voluntary fee by Wickland and the City's return on investment; and California Public Utilities Commission (CPUC) regulations.

ACTION: Moved by Commissioner Dressler, seconded by Vice Chair Stein, and unanimously carried by those members present to:

- 1) Recommend the City Council approve a 25-year Franchise Agreement with Wickland Pipelines LLC.
- 2) Recommend the City Council approve a Budget Adjustment to receive revenue in the amount of \$209,864.46 related to the subject franchise.

ADJOURNMENT

By consensus, Chair Bartlett adjourned the meeting at 6:43 p.m.



ALLAN BARTLETT
CHAIR



KEN BROWN
DIRECTOR OF ADMINISTRATIVE
SERVICES



SATORI DO
RECORDING SECRETARY



DATE APPROVED