



**MINUTES
FINANCE COMMISSION
REGULAR MEETING
July 17, 2017**

City Council Chamber
1 Civic Center Plaza
Irvine, CA 92606

CALL TO ORDER – 5:30 p.m.

ROLL CALL

PRESENT: 5	Commissioner:	Dressler
	Commissioner:	Reyno
	Commissioner:	Sievers
	Vice Chair:	Bartlett
	Chair:	Stein

PLEDGE OF ALLEGIANCE

Vice Chair Bartlett led the Pledge of Allegiance.

INTRODUCTIONS

There were no introductions.

ANNOUNCEMENTS

There were no announcements.

PRESENTATIONS

There were no presentations.

COMMITTEE REPORTS

There were no committee reports.

ADDITIONS AND DELETIONS TO THE AGENDA

There were no additions or deletions.

PUBLIC COMMENTS

There were no public comments.

CONSENT CALENDAR

ACTION: Moved by Commissioner Dressler, seconded by Commissioner Reyno, and unanimously carried to approve Consent Calendar Items 1-3.

1. MINUTES

Approved the minutes of an adjourned regular meeting of the Finance Commission held on May 22, 2017.

2. ACCEPTANCE OF AGREEMENT FOR TRANSFER OR PURCHASE OF EQUIPMENT/SERVICES OR FOR REIMBURSEMENT OF TRAINING COSTS FOR FISCAL YEAR 2016 URBAN AREAS SECURITY INITIATIVE GRANT

- 1) Recommended the City Council authorize the Director of Public Safety to accept the Agreement for Transfer or Purchase of Equipment/Supplies or for Reimbursement of Training Costs for Fiscal Year 2016 Urban Areas Security Initiative Grant.
- 2) Recommended the City Council authorize the Director of Public Safety to accept equipment, technology, services or supplies purchased by the City of Anaheim and transferred to the City of Irvine to enhance countywide emergency preparedness.
- 3) Recommended the City Council approve a budget adjustment request in the amount of \$95,000 in grant revenues and appropriations for training costs and necessary personnel; as well as equipment, supplies or services.
- 4) Recommended the City Council authorize the Director of Public Safety to submit for reimbursement up to \$25,000 in training and personnel costs, and \$25,000 in approved equipment, supplies or services through the Fiscal Year 2016 Urban Areas Security Initiative Grant.

3. ACCEPTANCE OF MARUCHAN, INCORPORATED DONATION

Recommended the City Council accept a \$100,000 donation from Maruchan Incorporated.

COMMISSION BUSINESS

4. BOND ISSUANCE FOR REASSESSMENT DISTRICT NO. 05-21

Jennifer King, Finance Administrator, presented the report and answered questions. Robert Lang, Senior Vice President/Deputy Chief Investment Officer, Irvine Company, was also present and answered questions.

Commission discussion included: initial formation amount and the reassessment value; the amount already sold via private placement; required property owner approval for any an additional lien and the expectation to meet the improvements within the existing limits; the private placement process and determining competitive pricing; timeframe from pricing to placement; the homeowner property tax rate; and the school district boundaries.

ACTION: Moved by Commissioner Sievers, seconded by Commissioner Dressler, and unanimously carried to:

Recommend the City Council adopt A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IRVINE, CALIFORNIA, AUTHORIZING THE ISSUANCE AND SALE OF NOT TO EXCEED \$19,500,000 AGGREGATE PRINCIPAL AMOUNT OF CITY OF IRVINE REASSESSMENT DISTRICT NO. 05-21 LIMITED OBLIGATION IMPROVEMENT BONDS, FIXED RATE SERIES, GROUP THREE, APPROVING THE EXECUTION AND DELIVERY OF A THIRD SUPPLEMENTAL INDENTURE AND A BOND PURCHASE AGREEMENT

5. COST RECOVERY AND PRICING POLICY FOR COMMUNITY SERVICES PROGRAMS AND SERVICES

Kim Mahon, Senior Management Analyst, presented the report and answered questions. Laurie Hoffman, Director of Community Services, was also present and answered questions. Mike Cribbin, Senior Management Analyst, was present and available to answer questions.

Commission discussion included: the cost recovery distinction between the three models; setting a consistent average cost recovery price range; examining non-resident fees and the level of non-resident participation; applicability to Great Park activities; the Great Park sports complex policy; evaluating performance to determine resident pricing percentage changes between the 5-tier model categories; and subsidizing non-resident fees, flexible pricing for non-resident participation, and recommending incorporating language into the proposed policy for higher non-resident pricing.

ACTION: Moved by Chair Stein, seconded by Vice Chair Bartlett, and unanimously carried to:

- 1) Provide input on draft Cost Recovery and Pricing Policy for Community Services Programs and Services.
- 2) Recommend the City Council adopt – A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IRVINE, CALIFORNIA, TO ADOPT THE COST RECOVERY AND PRICING POLICY FOR COMMUNITY SERVICES PROGRAMS AND SERVICES

As amended, to include action #3, as follows:

- 3) Recommend Community Services consider including additional policy language on variable/flexible pricing for non-resident program participation.

6. DEFINED BENEFIT AND DEFINED CONTRIBUTION PENSION PLAN AUDITS FOR THE YEAR ENDED DECEMBER 31, 2016

Amy Roblyer, Senior Management Analyst, presented the report and answered questions.

Commission discussion included: unfunded liability; the target rate of return; costs and fees associated with administering the programs; managing the Defined Contribution Pension Plan program; and ten-year historical rate of return data.

ACTION: Moved by Commissioner Dressler, seconded by Vice Chair Bartlett, and unanimously carried to:

Recommend that the City Council receive and file the Defined Benefit and the Defined Contribution Pension Plan audits for the year ended December 31, 2016.

7. FISCAL YEAR 2016-17 MAY BUDGET UPDATE

Kristin Griffith, Director of Administrative Services, presented the report and answered questions.

Commission discussion included: sales tax revenue assumptions; the budgeting and forecasting process; Utility Users Tax revenue estimates; monitoring contract services expenditures by department; a year-end revenue update; and the timing and amount of the CalPERS discount.

ACTION: Moved by Vice Chair Bartlett, seconded by Commissioner Sievers, and unanimously carried to:

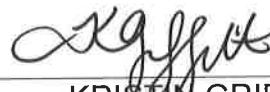
Receive and file the Fiscal Year 2016-17 May Budget Update.

ADJOURNMENT

By consensus, Chair Stein adjourned the meeting at 6:40 p.m.



RUSSELL STEIN
CHAIR



KRISTIN GRIFFITH
DIRECTOR OF
ADMINISTRATIVE SERVICES



MELINDA NEUMANN
RECORDING SECRETARY

8/21/17

DATE APPROVED