

**MINUTES OF THE CITY OF COSTA MESA
FINANCE AND PENSION ADVISORY COMMITTEE**

June 12, 2019

4:00 PM

1. CALL TO ORDER

The meeting was called to order by Chair Ralph Taboada at 4:02 PM in Conference Room 1A at Costa Mesa City Hall, 77 Fair Drive, Costa Mesa, California.

2. ROLL CALL

Members Present: Chair Ralph Taboada, Vice Chair Wendy Leece, Members Tom Arnold, John Hinson, Al Melone, Matthew Parlow, Robert Juneman, Anna Vrska, Council Member Manual Chavez, and Mayor Pro-Tem John Stephens

Members Absent: Members Marwan Khalifa, Kayleigh Horn, and Tom Pollitt

Staff Present: Acting City Manager/Assistant City Manager Tamara Letourneau, Finance Director Kelly Telford, Assistant Finance Director Jennifer King, Management Analyst Amber Haston, and Executive Secretary Angie Madsen

Staff Absent: None

3. PUBLIC COMMENTS

Speaker spoke on the Mayor and City Council Constituent Staffing Plan, indicating that the funds would be better served in another capacity.

4. APPROVAL OF MINUTES OF THE MAY 8, 2019 FIPAC MEETING

MOTION/SECOND: Robert Juneman / Wendy Leece

MOTION: Approve the minutes as presented.

Ayes: Tom Arnold, John Hinson, Al Melone, Matthew Parlow, Anna Vrska, Ralph Taboada,

Nays: None

Abstain: None

Absent: Marwan Khalifa, Kayleigh Horn, and Tom Pollitt

Motion Carried: 8-0-0-3

APPROVAL OF MINUTES OF THE MAY 29, 2019 FIPAC MEETING

a. Approval of the May 29, 2019 FIPAC minutes was deferred to the July 12, 2019 meeting.

5. OLD BUSINESS

a. FY2019-20 Preliminary Operating Budget

- i. Chair Taboada will finalize the letter of recommendations to Council with the following modifications: Amend the verbiage in regards to the Capital Projects and Operating Expenses; eliminate the following language in the Reserve Study section of Attachment A, "or revise the reserve policy;" eliminate the Five-Year Forecast, Budget Reviews, Self-Insurance Costs, Homeless Shelter, and FY 18/19 Surplus from Attachment A with a commitment for the committee to review and provide recommendations to the City Council on the items within the next two months; and recommend cutting expenditures and not use reserves to balance the budget.

MOTION/SECOND: Robert Juneman / Al Melone

MOTION: Approve the letter with the noted changes.

Ayes: John Hinson, Wendy Leece, Anna Vrska, and Ralph Taboada,

Nays: Tom Arnold and Matthew Parlow

Abstain: None

Absent: Marwan Khalifa, Kayleigh Horn, and Tom Pollitt

Motion Carried: 6-2-0-3

6. SUBCOMMITTEE AND COMMITTEE MEMBERS' REPORTS, COMMENTS, AND SUGGESTIONS

- a. Chair, Ralph Taboada, provided a brief presentation of a budget spreadsheet prepared in reference to Attachment A – Overtime, noting the increase in Public Safety overtime costs in comparison to the increase in staffing. Chair Taboada will email the spreadsheet to Mayor Pro-Tem John Stephens and Council Member Manuel Chavez.
- b. Member, Tom Arnold, encouraged re-evaluation of the FiPAC's role and scope.

7. NEW BUSINESS

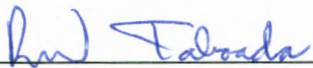
- a. *NO ITEMS*

8. DISCUSSION REGARDING FUTURE AGENDA ITEMS

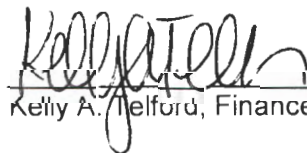
- a. Approval of May 29, 2019 meeting minutes
- b. Follow-up regarding FY 2019-20 Budget Adoption
- c. Revisit Attachment A items omitted from recommendations to City Council
- d. Re-evaluate the role and scope of the FiPAC
- e. Schedule City Manager, Lori Ann Farrell Harrison's introduction to the FiPAC

9. ADJOURNMENT

The meeting was adjourned at 5:58 p.m. The next regularly scheduled meeting will be held on Wednesday, July 10, 2019 at 4:00 p.m.



Ralph Taboada, Chair



Kelly A. Telford, Finance Director