

**MINUTES OF THE CITY OF COSTA MESA
FINANCE ADVISORY COMMITTEE
FEBRUARY 24, 2015
3:30PM**

CALL TO ORDER

The meeting was called to order by the Mr. Shaw at 3:30 p.m. in Conference Room 1A at Costa Mesa City Hall, 77 Fair Drive, Costa Mesa, California.

ROLL CALL

Members Present: Chair Terry Shaw, Vice-Chair Jim Fidler, Members: Jeff Arthur, Howard Hull, Robert Juneman, Tom Pollitt, Richard Riva, CEO Tom Hatch

Staff Present: Interim Finance Director Stephen Dunivent, Assistant Finance Director Colleen O'Donoghue, Revenue Supervisor Jennifer King, Executive Secretary Kathy Ulrich

Members Absent: Members: Christopher Graham, Colin Smith, Mayor's Designee Katrina Foley

PUBLIC COMMENTS

Ms. Beth Refrakes asked about the current debt limit, in regard to a charter or general law city, and how is it determined.

Mr. Ralph Taboada suggested raising business license taxes to pay for pensions.

MEMBER'S REPORTS, COMMENTS, AND SUGGESTIONS

Mr. Arthur presented the pension amortization charts utilizing information from CalPERS

Mr. Hull reported on the Pacific Pension Institute he recently attended regarding responsible investing

Mr. Pollitt had questions on the February 10th Study Session Agenda regarding the General Fund

Mr. Juneman had Tea Party information to show to members if interested

Mr. Shaw requested an update on Study Session agendas

APPROVAL OF MINUTES

1. Meeting of January 20, 2015 –
Moved/Second: Bob Juneman/Tom Pollitt
The motion carried by the following roll call vote:
Ayes: Terry Shaw, Jeff Arthur, Howard Hull, Bob Juneman, Tom Pollitt, Richard Riva, Tom Hatch
Nays: None
Absent: Christopher Graham, Colin Smith, Katrina Foley
Abstain: Jim Fisler
Motion carried: 7-0-4

OLD BUSINESS – There was no old business

NEW BUSINESS -

- a) BUSINESS LICENSE UPDATE
Ms. King updated the committee on business licenses and the Franchise Tax Board (FTB) data sharing; there are approximately 12,000 unmatched businesses that will be researched.
- b) QUARTERLY SALES TAX UPDATE
Mr. Dunivent presented the 3rd Quarter Sales Tax report prepared by HdL.
- c) TOT AUDIT RESULTS
Ms. King delivered the results of the TOT Audit done by Mayer Hoffman McCann LLP; 10 hotels were audited for conformity to the Municipal Code and have a February 27, 2015 deadline for any appeals. As of today 3 hotels have filed.
- d) FIVE-YEAR PLAN – PART 1
Mr. Dunivent briefly spoke about the Model Design and Revenue Assumptions of the Five-Year Plan.

OPEN DISCUSSION / FUTURE AGENDA ITEMS

- 5 Year Plan Part 2
- 7 Year CIP Plan

ADJOURNMENT - The meeting was adjourned at 5:18 p.m. to the regular meeting on March 31, 2015 at 3:30 p.m.



Terry Shaw, Chair



Stephen Dunivent, Interim Finance Director