

October Finance Committee Meeting
Wednesday, October, 21 2015
STA 9 – 7:40 am
MINUTES

Call to order: 7:40 am

In attendance: Director Van Meter, Fire Chief Tubbs, Finance Manager Schiffmann (FM Schiffmann) & Administrative Services Manager Kim (ASM Kim)

FM Schiffmann provided a number of financial reports to the Finance Committee. FM Schiffmann led the discussion of each report.

Open Time for Public Expression: None

Agenda Adjustments: None name

Approval of Minutes: September 16, 2015

There was not a quorum to approve the September 16, 2015 minutes. Approval of the September 16, 2015 minutes will be on the November 2015 Finance Committee agenda.

1. Finance Report - Finance Manager Schiffmann

2015/16 Budget:

- The District is currently at 28% of 33% as of October 19, 2015.
- The District received a credit from AT&T for over \$8,000 in October, and have signed up to receive the Calnet rates going forward. Once the next bill is received, there will have a better forecast of what the monthly bills will look like.
- The General Accounting Standards Board (GASB) statement no. 68 will require that the District disclose the unfunded pension liability on the balance sheet. The District is working with the auditor to assess how this will be implemented.
- In 2018, GASB statement no. 75 will require that we also disclose the OPEB liability on the balance sheet. The District is working with the auditor and actuary to be ready to implement the changes.

Other Post-Employment Benefits (OPEB) Trust:

SMFD's OPEB Trust balance as of 3/31/2015 is \$1,878,752. The 7/11/2015 OPEB valuation is complete and is being reviewed by the finance committee.

Chief Tubbs reported to the Finance Committee that at the Cal Chiefs Conference, Senate Bill 854 was discussed. Senate Bill 854 requires with direction from the Department of Industrial Relations (DIR) that all public work projects must use contractors on the DIR list. This bill could potentially limit the number of vendors the District may use.

2. The Review of Financial Reports:

2015/2016 Budget Report:

No significant changes from the September Finance Committee meeting.

Balance Sheet:

- The District has \$1.9 million in the operating funds.
- The District will receive new revenue in December.
- Looking ahead to setting up OPEB liability trust. Might need to table the trust until the reserves are fully funded.
- Prior Year, Current Year and 5-year Projection Summary
FM Schiffmann provided a Projection Summary report to the Finance Committee.
- Capital Replacement & Unallocated Reserve Projections
FM Schiffmann provided a Reserve Projection report to the Finance Committee.

3. Pension Prefunding Program

FM Schiffmann provided a PARS Pension Rate Stabilization Program packet to the Finance Committee.

Adjourn: 7:54 am