



**FINANCIAL COMMISSION
MEETING MINUTES**

**5:30 P.M., January 23, 2012
Neutra House
181 Hillview Avenue Los Altos, California**

Call to Order

The meeting was called to order at 5:30 P.M.

Roll Call

Commissioners present: Chair Kevin Thompson, Vice Chair David Byrne, John Dixon, Frank Emery, Al Hubbard, Donald Korn and Paul Van Buren

Commissioners absent: None

Staff Present: Russell Morreale, Staff Liaison

Pledge of Allegiance

Commissioner Emery called for the Pledge to the Flag

Public Comment

Members of the Public did speak on the matter of the annual financial report. Public comments acknowledged the completeness of the reporting and also emphasized several of the fiscal challenge areas highlighted therein. These included – rising pension costs – the exhaustion of the storm fund balance and OPEB (Post-Retirement Health) funding. A request was also made to clarify inter-fund utility fund charges between the general fund and these operations to disclose the extent to which City operation pay for both Sewer and Waste services.

Consent Items:

1. Commission Minutes

Approval of the minutes of was deferred to focus on the presentation of the CAFR

Discussion

2. June 30, 2011 Draft CAFR Review

Liaison Morreale introduced Caporicci and Larsen audit partner Ahmed Badawi who provided an update of the audit results, process and responsibilities. Liaison Morreale also followed with an overview of the CAFR highlights with a focus on General Fund results, reserves and year-to-

year trends. After comments were received, Commissioner Korn moved that the CAFR be approved for delivery to the City Council. This motion was seconded by Commissioner Hubbard and unanimously approved by all present.

3. Administrative Business

- a. Set Future Dates
- b. Form 700s
- c. Committee Term Renewals

This item was held over until the next meeting given time constraints

Commission Reports:

None

Adjournment

The meeting was adjourned with unanimous consent at approximately 6:15PM.

Respectfully Submitted,

Russell J. Morreale
Staff Liaison to the Financial Commission