

**Los Osos Community Services District
Minutes of the Finance Advisory Committee Special Meeting
December 7, 2015 at 5:30 p.m. at the District Office**

AGENDA ITEM	DISCUSSION	FOLLOW-UP
1. Call to Order, Flag Salute and Roll Call	<p>Chairperson Storm called the meeting to order at 5:34 p.m. and led the flag salute and a moment of silence.</p> <p><u>Roll Call:</u> Craig Baltimore, Committee Member – Absent Jeff Edwards, Committee Member – Present Lisa Gonzalez, Committee Member – Present Gene Heyer, Committee Member – Present Gary Orback, Committee Member - Present Jon-Erik Storm, Chairperson – Present Michael Wright, Vice Chairperson – Absent</p> <p><u>Staff:</u> Mike Doyel, District Accountant Margaret Falkner, Utility Compliance Technician III</p>	
2. Prioritize Items for Discussion in Calendar Year 2016	<p>Chairperson Storm asked for discussion for the Calendar Year 2016 from the committee members.</p> <p>Committee Member Edwards began the discussion by stating that he had heard that General Manager Kivley had been placed on paid administrative leave and was not in support of this decision.</p> <p>Committee Member Gonzalez asked Member Edwards to please be civil.</p> <p>At 5:40 pm, District Accountant Doyel, left the meeting.</p>	
3. Discussion and Recommendations Regarding Fiscal Year 2015/2016 Revised Budget	<p>Chairperson Storm took comments from committee members on the item after noting that District Accountant Doyel was not available to answer questions.</p> <p>Committee Member Edwards commented on low revenues and the need to address the expenses. He commented on line items including Payroll, Lawyer Fees, and the Water Yard Remodel that are high.</p> <p>Committee Member Gonzalez stated this entity doesn't have enough money to survive. She asked why Bayridge and Vista de Oro are paying back over the course of years and if that included interest.</p> <p>Committee Member Orback thinks dissolution of the District is the answer.</p> <p>Committee Member Heyer stated that the District has big problems and that the committee needs to work together and be civil.</p> <p>Public Comment: Al Barrow, Richard Margetson and Julie Tacker spoke.</p> <p>Chairperson Storm stated we need to move forward with more information.</p>	

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4. Closing Comments by FAC Committee Members	<p>Committee Member Edwards commented on the need to look at expenditures line by line, cut unnecessary spending, and get back to essential services.</p> <p>Committee Member Gonzalez opposed the reserve funds being used to cover shortfalls as they are for emergencies. She said cutting staff raises the question as to whose fund was going to be bored and asked if the union would be willing to make changes.</p> <p>Committee Member Heyer stated that the District is not overstaffed and commented on the need to work together.</p>	
5. Adjournment	The meeting ended at 6:25 pm.	