



1. Call to Order

Mayor Gutierrez called the meeting to order at 3:00 p.m. The following were in attendance at the meeting:

Subcommittee Members:

Dr. Yxstian D. Gutierrez, Mayor
David Marquez, Council Member

Staff Members:

Marshall Eyerman, Chief Financial Officer
Jeannette Olko, Electric Utility Division Manager
Stephanie Cuff, Management Analyst
Mayra Robledo, Executive Assistant

Visitors:

None

2. Public Comments

No public comments

3. Approval of Minutes:

Action: Minutes of 2/28/17 approved.

4. FY 2016/17 3rd Quarter Budget Review and Amendments

Report given by Marshall Eyerman. Through the 3rd quarter budget, the budget is in line with expectations with general fund revenues at 75% and expenses at 68%. The county has approved the sheriff's contract at 5.1% when budget at 8%. The sheriff's contract savings will go straight to the fund balance (reserves). Discussed in detail the proposed budget adjustments. Gas Tax and Measure A came in less than initially projected and will be adjusted. Habitat closed the last eighth home, therefore an adjustment transaction will be made for \$450,000-500,000 under the housing authority and will be coming off the books. \$225,000 will be surpluses into the general fund.

Action: The items were thoroughly discussed with the understanding that the item would move forward to the June 20th City Council agenda

5. Public Hearing to Adopt Substantial Amendment to the Fiscal Year 2016-17 Action Plan

Substantial Amendment to the FY 2016-17 action plan to add two new programs, which will be overseen by Habitat for Humanities. The goal is to bring back programs that were lost from the dissolution of redevelopment funds. The two programs proposed to add to the action plan include "A Brush with Kindness Program" an exterior single family home preservation service and "Critical Home Repairs Program" a complete interior and exterior home improvement program. Through the Critical Home Repair Program, \$300,000 is being committed for interior repairs (\$15,000.00 per home).

Action: The items were thoroughly discussed with the understanding that the item would move forward to the June 20th City Council agenda

6. Advisory Item

- A. Public Hearing Establishing Appropriations (“GANN”) Limit for Fiscal Year 2017/18
Report given by Marshall Eyerman. The GANN appropriation limit places limits on the amount of tax proceeds that can be appropriated each year. The limit for the general fund and CSD funds are both below the appropriation limit.

- B. Easement Deed to the City of Moreno Valley from the Moreno Valley Community Services District for Electrical Utility Purposes across El Potrero Park
Marshall Eyerman provided an overview of the proposed easement. This report recommends approval to move forward with granting the Moreno Valley CSD easement to the City for use by the Moreno Valley Electric Utility. This item will be brought forth to City Council on June 20th council meeting.

7. Chief Financial Officer Comments

Fixed charges will be coming forward June 20th council meeting. The fixed charges annual process allows the City to apply the voter approved consumer price index to rates. As for this year, there will be no increases. This process allows the City to apply parcel charges to tax roll included as part of the property tax bills.

The bonded debt summary is completed (handout provided of the bonded debt summary). The document summarizes the City’s debt (Bonded Debt), the interest rates associated with the bonds, what funds were used for, and how they are being repaid.

Marshall mentioned that the MVU Strategic plan (MVU Roadmap) will be an upcoming item for discussion at the June 13th study session. The discussion will layout the future plans as the City transitions from Enco as their contract with the City expires in 2020.

Next Finance Subcommittee Meetings is scheduled on August 22, 2017 at 3:00 pm in the Council Chamber.

8. Council Member Comments

None

9. Adjournment

Meeting adjourned at 3:45 p.m.

Prior Meeting Attendance:

| FINANCE SUBCOMMITTEE ATTENDANCE FOR 2017 JANUARY THROUGH DECEMBER | | | | | | | | | | |
|--|------------------------|--------|---------|---------|---------|---------|---------|---------|---------|---------|
| Board Member | DATE OF MEETING | | | | | | | | | |
| | 1/24/17 | 2/2/17 | 2/28/17 | 3/28/17 | 4/25/17 | 5/23/17 | 6/27/17 | 7/25/17 | 8/22/17 | 9/26/17 |
| Mayor Gutierrez | NQ | SM | X | NM | NQ | X | NM | NM | | |
| Council Member Marquez | NQ | SM | X | NM | NQ | X | NM | NM | | |

- X – Present
- E – Excused
- A – Absent
- NQ – No Quorum
- SM – Special Meeting
- NM – No Meeting