



FINANCE COMMITTEE MEETING
CV Starr Community Center
300 S. Lincoln Street
Ft. Bragg, CA 95437
Monday, January 18th, 2010
10:30 a.m.

FINANCE COMMITTEE MEETING

MEETING MINUTES

The meeting began at 10:35AM with the following items discussed:

1.0 CALL TO ORDER

Call to Order and Roll Call

- Yeomans, Sipila – both present

2.0 APPROVAL AND ADOPTION OF AGENDA, January 18th, 2010

- Add 6.5 Draft Resolution 2010.01
- Sipila motioned to approve agenda with additions, Yeomans second the motion.

3.0 PUBLIC PARTICIPATION

- No public participation.

4.0 CORRESPONDENCE, WRITTEN AND ORAL

- No correspondences

5.0 CONSENT CALENDAR

- No consent calendar

6.0 DISCUSSION/ACTION

6.1 Cash Flow Projection/Budget Update/Financial Review

- Cash flow figures for January 1 – June 30 distributed.

- Solar rebate estimated at \$152,000. Timeline of receiving rebate and method of distribution possibilities discussed.
- Pine discussed the timeline for submitting other anticipated checks.
- Deposit activity reviewed and discussed, as well as, donation recently received.
- Yeomans stated entrance revenue anticipated should be budgeted conservatively.
- Itell indicated utilizing resident expertise could be utilized to track revenue and financial updates.
- Thomas noted differences in revenue within each month and Pine explained impact of programs on revenue received.
- S.C.O.R.E. campaign implementation timeline discussed.
- Pine discussed unrestricted funds availability.
- Itell discussed the \$91,000 line item identified on revenue information.
- Yeomans requested “extraordinary money” is identified on the bottom of the page.

6.2 Review of Outstanding Payables

- Yeomans noted Capri and other payments have been deferred.
- Thomas noted capitol expenses listed and inquired about intention of payment distribution.
- Yeomans stated the goal is by end of January to have construction claims process completed.
- Pine indicated the updated capitol budge will be available by Wednesday.
- Pine and Itell discussed advertising budget adjustments.
- Cost of “Election of Officers” discussed.
- Yeomans requested Capitol items and large payables are re-categorized.

6.3 Regional Park and Golf Course Financing Options

- Yeomans discussed conversation with the bank on Friday.
- Thomas noted 90-day delinquency protocol expectations.
- Hurst indicated the bank is requesting payment due. Ability to defend expectation is not practical due to lease agreement. Remedy is to collect fees due or face uncertainty.
- Itell discussed “practical solutions” and other possible negotiations with the bank for implementing a viable solution for all parties involved.
- District’s option to declare bankruptcy and potential consequences discussed.
- Thomas stated additional letters and negotiations with the bank are not realistic.
- Other financial options and revenue opportunities discussed.
- Negotiations and use options with U.S. Army Corp of Engineers considered.
- Hurst discussed the option of selling the property.
- Thomas indicated the need to respond to the bank with a favorable solution.
- Hurst noted the banks ability to restrict access to property when property payments are in default.
- Groups discussed the possibility the bank could pursue the District’s property tax revenue. Itell stated a court process and judgment would be required. Article 3.b of the lease agreement discussed.
- “Pros and cons” of making or not making current payment due discussed.
- Itell requested the committee determine bankruptcy options and identify consequences.
- Hurst recommended the District re-evaluate resolution with bank in the next 30 days. Pine

indicated the District would weigh the risks of recommendation.

- Thomas inquired if another letter to the bank would be beneficial or not.
- Hurst insisted long-term financial solutions are needed.
- Itell suggested hiring a fund raising and special event staff be considered.
- Yeomans requested to Thomas a rough draft of letter to the bank be developed for review by Friday, January 22, 2010.

6.4 Discussion of mid-year Budget

- Pine discussed mid-year budget.
- No recommendation to the full board at this time.

6.5 Draft Resolution 2010.01

- Extraordinary cash and fee interest needs to be identified.
- Itell suggest identifying ‘the loan’ as interest free or at least identify the interest paid.
- Itell stated seeking a loan without guarantees may be difficult.
- Grant fund amount due is approximately \$220,000.
- Thomas suggested a 5% simple interest.
- Yeomans to send information to Jackson for review.

7.0 Items for next Agenda

- 1.**
- 2.**
- 3.**
- 4.**

8.0 ADJOURNMENT