

Bay Area Air Quality Management District
939 Ellis Street
San Francisco, CA 94109
(415) 749-5073

Board of Directors Special Budget Hearing Meeting
Wednesday, May 21, 2014

APPROVED MINUTES

1. **CALL TO ORDER:** Chairperson Nate Miley called the meeting to order at 9:52 a.m.

Opening Comments: None.

Roll Call:

Present: Chairperson Nate Miley; Vice-Chairperson Carole Groom; Secretary Eric Mar; and Directors John Avalos, Teresa Barrett, Tom Bates, Cindy Chavez, Scott Haggerty, David Hudson, Ash Kalra, Roger Kim (on behalf of Edwin Lee), Jan Pepper, Mary Piepho, Mark Ross and Shirlee Zane.

Absent: Directors Susan Adams, John Gioia, Carol L. Klatt, Liz Kniss, Tim Sbranti (resigned), Jim Spering and Brad Wagenknecht.

Pledge of Allegiance: Chairperson Miley led the Pledge of Allegiance.

PUBLIC COMMENT PERIOD

2. **Public Comment on Non-Agenda Items, Pursuant to Government Code Section 54954.3:**

No requests received.

PUBLIC HEARING

3. **Public Hearing to Consider Testimony on the Air District's Proposed Budget for Fiscal Year End (FYE) 2015. A Final Public Hearing is Scheduled for Wednesday, June 4, 2014 to Consider Adoption of the Proposed Budget for FYE 2015**

Jean Roggenkamp, Acting Executive Officer/Air Pollution Control Officer (APCO), introduced Jeff McKay, Deputy APCO, who gave the staff presentation *Proposed FYE 2015 Budget*, including revenue projections for current FYE 2014; general fund revenue sources and expenditures for proposed FYE 2015; expenses and capital for FYE 2010 through 2015; Air District reserve fund audited values and designations for specific capital items; current staffing levels, strategic staffing principles and staffing considerations; vacancies to be filled in FYE 2015; climate program staffing;

proposed staffing levels in FYE 2015; fees update; unfunded liabilities response, including pensions and Other Post-Employment Benefits (OPEB); and budget schedule.

NOTED PRESENT: Director Mar was noted present at 9:59 a.m.

Board Comments:

The Board and staff discussed the current OPEB funded level as a percentage of total obligation; the reasons for the reserve funds changes in recent years; what the funding goal is for the California Public Employees' Retirement System (CalPERS) and OPEB, if any exists currently; the FYE 2014 and 2015 OPEB contributions; whether the proposed budget is a "structurally balanced budget"; whether and in what form the still vacant positions remain in the budget; if the Regional Climate Action Strategy includes grant programs and, if so, whether they have been included in this budget; the significant increases anticipated in CalPERS obligations, if CalPERS obligation increases have any limitation or notifications requirements, and if participating agencies have any vehicle to respond to CalPERS leadership; when the move to the new Air District headquarters is likely to occur and if any impact to the budget is expected.

NOTED PRESENT: Director Bates was noted present at 9:59 a.m. and Director Kalra was noted present at 10:15 a.m.

Public Comments:

Denny Larson, Global Community Monitor, addressed the Board to express his concern about the level of resources being designated for software upgrades in comparison to the designations for monitoring equipment.

Jean Roggenkamp, Acting Executive Officer/Air Pollution Control Officer, said staff will report to the Board on the details of the equipment designations at the next Board meeting.

Board Action: None; receive and file.

OTHER BUSINESS

4. Board Members' Comments: None.

5. Time and Place of Next Meeting:

Board of Directors Regular Meeting on Wednesday, June 4, 2014, Bay Area Air Quality Management District Headquarters, 939 Ellis Street, San Francisco, California 94109 at 9:45 a.m.

6. Adjournment: The Board meeting adjourned at 10:22 a.m.

151 Sean Gallagher

Sean Gallagher
Clerk of the Boards