



CalMHSA Finance Committee

TELECONFERENCE MINUTES FROM DECEMBER 1, 2014

Finance Committee Members

Present

- Maureen Bauman, CalMHSA President (Ex-Officio)
- Dr. William Arroyo, Los Angeles County
- Scott Gruendl, Treasurer, Glenn County

Absent

- Tom Sherry, Sutter/Yuba County
- Tanya Bratton, San Bernardino County

CalMHSA Staff

- John Chaquica, Executive Director
- Kim Santin, Finance Director
- Ann Collentine, Program Director
- Laura Li, JPA Administrative Manager
- Tami Cowgill, Executive Assistant
- Armando Bastida, Administrative Assistant
- Doug Alliston, Legal Counsel
- Stephanie Welch, Program Manager

Consultants/Presenters

- John T. Liddle, Morgan Stanley Smith Barney
- Michael Manduca, James Marta & Company
- James Marta, CPA, ARPM, James Marta & Company

Public

- Rusty Selix, Mental Health Association of California
- Melen Vue, National Alliance on Mental Illness (NAMI)
- Sharon Mendonca, Merced County

1. **Call to Order**

The CalMHSA Finance Committee teleconference was called to order at 3:05 p.m. on December 1, 2014 by Treasurer, Scott Gruendl, Glenn County. All participants were asked to introduce themselves, followed by instructions for the teleconference process.

2. **Roll Call and Public Comment Instructions**

JPA Administrative Manager, Laura Li called roll and a quorum was not established, with two absentee members. Scott Gruendl, Treasurer, reviewed the public comment instructions and noted items not on the agenda would be reserved for public comment at the end of the agenda.

3. **Consent Calendar**

Committee Chair Gruendl asked for any changes to the July 29, 2014 minutes, and Treasurer's Reports as of September 30, 2014. There were none.

Action: Approval of the consent calendar.

No action was taken due to the lack of a quorum, however support was received by members present.

Public comment was heard from the following individual(s):

None

4. **CalMHSA Investment Update**

John Liddle provided an overview of the current market place and individual holding. Most recently the treasury has had a six day rally due to the price of oil, German manufacturing has slowed down, and Moody's Corp. has downgraded from A1 to Aa3 causing interest rates to go down. The 10 year treasury has interest rates dropped from 2.21% to 2.15%. The current yield is 0.64% which is in good standing. CalMHSA received a inquiry regarding investments in a sugary beverage companies. After discussion amongst members and input from Mr. Liddle, it was determined the concern is a public health policy and not an investment policy issue. Given the input, the committee decided against including a social responsibility clause in the investment policy at this time.

Action: None, Information only.

Public comment was heard from the following individual(s):

None

5. **Review of Draft Financial Audit June 30, 2014**

James Marta presented a summary power point and explained the procedures of auditing and summarized there were no material weaknesses identified, no instances of noncompliance or other matter and audit conducted as planned without material modifications, and an unqualified (clean) opinion was issued.

Action: Finance Committee to discuss and/or recommend to the Board of Directors filing of the draft Financial Audit.

No action was taken due to the lack of a quorum, however support was received by those members present.

Public comment was heard from the following individual(s):

None

6. **Draft Phase Two Sustainability Plan**

Ann Collentine, Program Director, gave an overview of the draft Phase Two Sustainability Plan and the funding allocations recommended. Dr. Arroyo gave a recommendation to combine Diverse Communities with all the strategies in order for it to be more feasible.

Public Comment:

Rusty Selix expressed his concern for no funding for the Wellness Area – Workplace. His current contract with CalMHSA is specifically for Workplace and they are not where they need to be in order to be sustainable. Requested the committee reconsider.

The Committee agreed to share Mr. Selix's letter related to this concern with the Sustainability Taskforce, for reconsideration. The final recommendation will be presented to the CalMHSA Board on December 11, 2014.

1. Adopt Sustainability Taskforce Recommendations for County PEI Funded Activities in Phase II FY 2015–2017

2. Adopt the allocation of funds as follows: 80% for Programs, 15 % for administration, 5% for Evaluation.

No action was taken due to the lack of a quorum, however support was received by members present.

Public comment was heard from the following individual(s):

Rusty Selix

7. **Stigma and Discrimination Reduction (SDR) Conference (Verbal)**

John Chaquica, Executive Director, provided the committee a status update on the conference, indicating a need for additional funding. Given the slow registration process and sponsorships, it has caused some cash flow issues, leading to the request up to \$200,000 on top of the \$150,000. Mr. Chaquica indicated there was no guarantee the funds would be recouped, as it is dependent on revenue. Members could not support at this time, however requested staff provide more information and look to CIBHS to provide part of that additional funding. An updated request will be presented to the Board after a thorough review of conference expenses.

Action: None, Information only.

Public comment was heard from the following individual(s):

None

8. **Short Doyle and Department of State Hospital Billing/Collection**

Kim Santin, Finance Director, added this item just as a reference to the committee on dollar amounts collected from both projects.

Action: Action: None, Information only.

Public comment was heard from the following individual(s):

None

9. **General Public Comment**

This time is reserved for members of the public to address the Committee relative to matters of CalMHSA not on the agenda. No action may be taken on non-agenda items unless authorized by law. Comments will be limited to three minutes per person and twenty minutes in total. The Committee may also limit public comment time regarding agenda items, if necessary, due to a lengthy agenda.

Public comment was heard from the following individual(s):

None

10. **Closing Comments**

Committee Chair Gruendl asked for any closing comments.

11. **Adjournment**

Hearing no further comments, the meeting was adjourned at 4:15 p.m.