

**MEETING OF THE FINANCE COMMITTEE
MONTEREY DUNES COLONY ASSOCIATION
MINUTES OF THE OCTOBER 16, 2015 MEETING**

Present

Ted Adams, Committee Chair
Art Testani, Member
Bob Dickinson, Member
Bill McGowan, Member
Tom Bugary, Secretary and General Manager
Susie Heavin, Office Manager and Bookkeeper

Absent

Ted Swanson, Member

Welcome

Ted Adams, committee chair, called the meeting to order at 3:00 p.m. on October 16, 2015. He then stated that John Bellitto, CPA, would join the meeting via telephone to review the FY 2014-2015 audit.

Minutes

It was M/S/C to approve the minutes of the July 17, 2015 meeting as written.

Review of MDCA and Water Co. financials

Tom noted that he had some additional expenses for the solar project, such as electrical, that will reflect as an unbudgeted expense in the FY 2015-2016 budget. Another unbudgeted expense was due to us reinforcing the boardwalks for the wave run-up barriers.

Review bank statements

Mutual of Omaha bank has raised the limit on our ICS account from \$1 Million to \$2 Million so that we won't have to transfer funds to keep them insured. The other bank statements were reviewed with no comment.

New business

Review Audit Draft

Mr. Bellitto reviewed the draft of the FY 2014-2015 audit. It was noted that two of this year's large expenses, the solar and camera projects, will be added as a component of the reserve study (replacement schedule) in the next cycle; however the initial expense for these projects was an operating expense. After discussion, the committee agreed to recommend approval of the audit to the Board after isolating the one-time operating expenses (above) to let homeowners know that these expenses are the primary reason the actual expenses exceeded the budget and that they are not normal or customary.

Adjournment

The meeting was adjourned at 4:00 p.m. The next meeting is scheduled for November 20, 2015 at 3:00 p.m.

Respectfully Submitted

//s//

Thomas J. Bugary CMCA, CCAM
General Manager and Secretary

DRAFT