

CALLEGUAS MUNICIPAL WATER DISTRICT
BOARD OF DIRECTORS MEETING
March 20, 2019

MINUTES

The meeting of the Board of Directors of Calleguas Municipal Water District was held at the District Office, 2100 Olsen Road, Thousand Oaks, California, on March 20, 2019.

The meeting was called to order by Thomas L. Slosson, President of the Board, at 5:00 p.m.

A. CALL TO ORDER, PLEDGE OF ALLEGIANCE, AND ROLL CALL

Directors Present: Thomas L. Slosson, President
Andres Santamaria, Vice President
Scott Quady, Treasurer
Andy Waters, Secretary
Steve Blois, Director

Staff Present: Susan Mulligan, General Manager
Eric Bergh, Manager of Resources
Tony Goff, Manager of Operations and Maintenance
Henry Graumlich, Manager of Strategic Planning
Dan Smith, Manager of Finance and Human Resources
Kara Wade, Clerk of the Board

Legal Counsel Present: Robert Cohen, Cohen & Burge, LLP, District Counsel

B. MINUTES

On a motion by Director Quady, seconded by Director Blois, the Board of Directors voted 5-0 to approve the March 6, 2019 minutes.

AYES: Directors Blois, Waters, Quady, Santamaria, Slosson
NOES: None

C. WRITTEN COMMUNICATION

None

D. ORAL COMMUNICATION

None

E. GENERAL MANAGER

None

F. FINANCE AND HUMAN RESOURCES

1. February 2019 Water Use and Sales, January 2019 Power Generation, and February 2019 Investment Summary Reports

The Manager of Finance and Human Resources presented the reports. No action was taken.

2. Disbursements for the District's monthly activities for February 2019

Director Quady presented the disbursement report. The Board asked questions and the managers answered them.

On a motion by Director Quady, seconded by Director Santamaria, the Board of Directors voted 4-0-1 to approve the outstanding bills for payment.

AYES: Directors Waters, Quady, Santamaria, Slosson

NOES: None

ABSTAIN: Director Blois

3. Discussion regarding extension of the Letter of Credit by Wells Fargo Bank supporting the District's Series 2008A Variable Rate Bonds

The Manager of Finance and Human Resources said that the District's bond covenants require that the Series 2008A Variable Rate Demand Bonds be secured by a letter of credit (LOC) for \$40,300,000. The current LOC is issued by Wells Fargo (Wells) through an agreement that expires April 24, 2019. Wells submitted a proposed renewal agreement and rate, and the District's financial advisors, Montague DeRose & Associates, negotiated with Wells to reduce the proposed rate to a fair market price given the District's credit history and current bond rating.

The rate in the proposed renewal agreement will be less than the current rate the District is paying for the LOC, resulting in savings of \$28,210 per year.

	Rates	Annual Cost
Current Rate	45 bps (0.45%)	\$181,350
Proposed Rate	38 bps (0.38%)	\$153,140

bps: basis points

On a motion by Director Blois, seconded by Director Quady, the Board of Directors voted 5-0 to approve extension of the letter of credit.

AYES: Directors Blois, Waters, Quady, Santamaria, Slosson
NOES: None

G. OPERATIONS AND MAINTENANCE

None

H. RESOURCES AND PUBLIC AFFAIRS

1. Water Supply Update

The Manager of Resources gave a brief update on water supply conditions. No action was taken.

I. ENGINEERING AND CONSTRUCTION

None

J. STRATEGIC PLANNING

None

K. DISTRICT COUNSEL

None

L. BOARD OF DIRECTORS

1. Oral reports on meetings attended by Board members

Board members provided oral reports on meetings attended at the expense of the District, pursuant to Government Code Section 53232.3(d). All expenses would be filed at the end of the month, accompanied by receipts.

2. Discussion regarding upcoming meetings to be attended by Board members

The Board discussed meetings they planned to attend.

3. Metropolitan update

Director Blois stated that the Metropolitan Board approved the Capital Improvement Program, discussed cyclic storage agreements to store water in the service area in the event of surplus supplies, and unanimously approved taking responsibility for

Imperial Irrigation District's cutbacks pursuant to the Colorado River Drought Contingency Plan because doing so retains access to Metropolitan's stored water in Lake Mead.

4. Five-Year Service Pin for Director Andres Santamaria

The Board President gave a five-year service pin to Director Santamaria, who started serving as a Board Member in March 2014.

M. CLOSED SESSION

None

N. OTHER BUSINESS

None

O. FUTURE AGENDA ITEMS

The General Manager said that she planned to retire April 8th. She said that she would miss the people she worked with but was tired from the demands of the job. District Counsel said there would be a Closed Session at the April 3rd Board meeting to discuss plans for an acting and replacement general manager.

P. ADJOURNMENT

Director Slosson declared the meeting adjourned at 5:52 p.m.

Respectfully submitted,



Andy Waters, Board Secretary