

SAN GORGONIO PASS WATER AGENCY
1210 Beaumont Avenue
Beaumont, California 92223
Minutes of the
Board Finance and Budget Workshop
March 25, 2013

Directors Present: John Jeter, President
Bill Dickson, Vice President
Mary Ann Melleby, Treasurer
Ron Duncan, Director
Ted Haring, Director
Barbara Voigt, Director

Directors Absent: Ray Morris, Director

Staff and Consultants Present:
Jeff Davis, General Manager
Tom Todd, Jr., Finance Manager

1. **Call to Order, Flag Salute and Roll Call:** The Finance and Budget workshop of the San Gorgonio Pass Water Agency Board of Directors was called to order by President John Jeter at 1:30 p.m., March 25, 2013, in the Agency Conference Room at 1210 Beaumont Avenue, Beaumont, California. President Jeter led the Pledge of Allegiance to the flag. A quorum was present.
2. **Adoption and Adjustment of Agenda:** The agenda was adopted as presented.
3. **Public Comment:** There was no public comment at this time.
4. **New Business:**
President Jeter turned the meeting over to Director Voigt, Chair of the Finance & Budget Committee.
 - A. Ratification of Paid Invoices and Monthly Payroll for the Month of February, 2013 by Reviewing Check History Reports in Detail: After review and discussion, a motion was made by Director Haring, seconded by Director Dickson, to recommend that the Board ratify paid monthly invoices of \$359,399.96 and payroll of \$29,169.10 for the month of February, 2013, for a combined total of \$388,569.06. The motion passed unopposed with Director Morris absent.
 - B. Review and Consideration of Pending Legal Invoices for February, 2013: After review and discussion, a motion was made by Director Dickson, seconded by Director Melleby, to recommend that the Board approve payment of the pending legal invoices for February, 2013. The motion passed unopposed with Director Morris absent.

- C. Review of February, 2013 Bank Reconciliation: After review and discussion, a motion was made by Director Dickson, seconded by Director Duncan, to acknowledge receipt of the Wells Fargo bank reconciliation for February, 2013 as presented. The motion passed unopposed with Director Morris absent.
- D. Review of Budget Report for February, 2013: After review and discussion, a motion was made by Director Dickson, seconded by Director Duncan, to acknowledge receipt of the Budget Report for February, 2013 as presented. The motion passed unopposed with Director Morris absent.
- E. Update on Security of Agency Reserves: General Manager Jeff Davis gave a report on Staff's meeting with Kevin Farrenkopf, CEO of the Bank of Hemet. While it is possible that the super-majority in the Legislature could choose to make an effort to obtain funds belonging to Special Districts deposited in LAIF and banks chartered in California, all indications are that it would be a difficult task, and one that would be met with substantial resistance, and most likely would be ultimately unsuccessful. The consensus of the Board was that the Agency's current policies and decisions are adequate, and that Staff need to continue to monitor the situation closely.
- F. Report on meeting with Mark Cowin, Director of DWR: Director Melleby and President Jeter briefly reported that they both felt good about their meeting with Mark Cowin, Director of DWR. Director Melleby said that President Jeter did a very good job of presenting the Agency's situation and making its case. General Manager Davis said he set just the right tone. President Jeter reiterated the two points he made: he asked that DWR sell enough bonds to finance the remainder of EBX2 costs now; and he asked that DWR refinance the EBX1 balloon payments that happen between 2026 and 2029 as soon as it is possible. General Manager Davis noted that a letter was being drafted to this effect and that all Board members will get a copy.
5. **Announcements:** Director Voigt reviewed the following announcements:
- A. Regular Board Meeting, April 1, 2013 at 1:30 p.m.
 - B. Engineering Workshop, April 8, 2013 at 1:30 p.m.
 - C. Regular Board Meeting, April 15, 2013 at 1:30 p.m.
- General Manager Davis asked for authority to schedule an Employee Guide workshop on Thursday, April 4, 2013 at 1:30 pm. President Jeter and Chair Dickson approved.
6. **Adjournment:** The Finance and Budget workshop of the San Geronio Pass Water Agency Board of Directors was adjourned at 2:10 p.m.


Jeffrey W. Davis, Secretary of the Board