

SAN GORGONIO PASS WATER AGENCY
1210 Beaumont Avenue
Beaumont, California 92223
Minutes of the
Board Finance and Budget Workshop
April 22, 2019

Directors Present: Ron Duncan, President (arrived at 1:44 pm)
Lenny Stephenson, Vice President
Steve Lehtonen, Treasurer
Blair Ball, Director
David Castaldo, Director
David Fenn, Director
Mike Thompson, 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 Chair Steve Lehtonen at 1:30 pm, April 22, 2019, in the Agency Board Room at 1210 Beaumont Avenue, Beaumont, California. Chair Lehtonen led the Pledge of Allegiance to the flag. A quorum was present.
2. **Adoption and Adjustment of Agenda:** The agenda was adopted as published.
3. **Public Comment:** No members of the public requested to speak at this time.
4. **New Business:**
 - A. **Ratification of Paid Invoices and Monthly Payroll for March, 2019 by Reviewing Check History Reports in Detail:** After review and discussion, a motion was made by Director Stephenson, seconded by Director Castaldo, to recommend that the Board ratify paid monthly invoices of \$6,084,311.49 and payroll of \$34,759.80 for the month of March, 2019, for a combined total of \$6,119,071.29. The motion passed 6 in favor, no opposed, with Director Duncan not yet present.
 - B. **Review Pending Legal Invoices:** After review and discussion, a motion was made by Director Stephenson, seconded by Director Thompson, to recommend that the Board approve payment of the pending legal invoice for March, 2019 for \$9,729.59. The motion passed 6 in favor, no opposed, with Director Duncan not yet present.
 - C. **Review of March, 2019 Bank Reconciliation:** After review and discussion, a motion was made by Director Castaldo, seconded by Director Ball, to recommend that the Board acknowledge receipt of the Wells Fargo bank reconciliation for March, 2019 as presented. The motion passed 6 in favor, no opposed, with Director Duncan not yet present.

- D. Review of Budget Report for March, 2019: After review and discussion, a motion was made by Director Stephenson, seconded by Director Ball, to recommend that the Board acknowledge receipt of the Budget Report for March, 2019. The motion passed 7 in favor, no opposed.
 - E. Review of Cash Reconciliation Report for March 31, 2019: After review and discussion, a motion was made by President Duncan, seconded by Director Stephenson, to recommend that the Board accept the Cash Reconciliation Report for March 31, 2019. The motion passed 7 in favor, no opposed.
 - F. Review of Reserve Allocation Report for March 31, 2019: After review and discussion, a motion was made by Director Fenn, seconded by President Duncan, to recommend that the Board accept the Reserve Allocation Report for March 31, 2019 as presented. The motion passed 7 in favor, no opposed.
 - G. Review of Investment Report for March 31, 2019: After review and discussion, a motion was made by Director Ball, seconded by Director Castaldo, to recommend that the Board accept the Investment Report for March 31, 2019 as presented. The motion passed 7 in favor, no opposed.
 - H. Discussion of Sites Reservoir Project Phase 2 Financing: General Manager Jeff Davis introduced this topic while Finance Manager Tom Todd handed out two documents that presented financing choices for fund expenditures for the Sites Reservoir Project for 2020, 2021 and 2022. The Board discussed whether the Agency would like the charges for these expenditures to be added to the Agency's Statement of Charges, and whether the Agency should pay only the interest on the expenditures, or pay its allocated portion of the total expenses in two years, 2020 and 2021. After review and discussion and input from the public, the consensus of the Board was that the Agency should have the expenditures added to the Statement of Charges, and that the Agency should pay interest only.
- 5. Announcements**
- A. San Gorgonio Pass Regional Water Alliance, originally scheduled for April 24, 2019 has been canceled.
 - B. Regular Board Meeting, May 6, 2019, 1:30 pm
 - C. Engineering Workshop, May 13, 2019, 1:30 pm
- 6. Adjournment:** The Finance and Budget workshop of the San Gorgonio Pass Water Agency Board of Directors was adjourned at 2:49 pm.



Jeffrey M. Davis, Secretary of the Board