

SAN GORGONIO PASS WATER AGENCY
1210 Beaumont Avenue
Beaumont, California 92223
Minutes of the
Board Finance and Budget Workshop
June 24, 2019

Directors Present: Ron Duncan, President
Steve Lehtonen, Treasurer
Blair Ball, Director
David Castaldo, Director
David Fenn, Director
Mike Thompson, Director

Directors Absent: Lenny Stephenson, Vice President

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 Treasurer Steve Lehtonen at 1:30 pm, June 24, 2019, in the Agency Conference Room at 1210 Beaumont Avenue, Beaumont, California. Treasurer 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:** Dan Jagers, General Manager of BCVWD, spoke about some concerns he has regarding the Agency.
4. **New Business:**
 - A. **Ratification of Paid Invoices and Monthly Payroll for May, 2019 by Reviewing Check History Reports in Detail:** After review and discussion, a motion was made by Director Fenn, seconded by Director Duncan, to recommend that the Board ratify paid monthly invoices of \$2,331,903.19 and payroll of \$34,766.07 for the month of May, 2019, for a combined total of \$2,366,669.26. The motion passed 6 in favor, no opposed, with Director Stephenson absent.
 - B. **Review Pending Legal Invoices:** After review and discussion, a motion was made by Director Duncan, seconded by Director Castaldo, to recommend that the Board approve payment of the pending legal invoice for May, 2019 for \$6,447.90. The motion passed 6 in favor, no opposed, with Director Stephenson absent.
 - C. **Review of May, 2019 Bank Reconciliation:** After review and discussion, a motion was made by Director Thompson, seconded by Director Fenn, to recommend that the Board acknowledge receipt of the Wells Fargo bank reconciliation for May, 2019 as presented. The motion passed 6 in favor, no opposed, with Director Stephenson absent.

- D. Review of Budget Report for May, 2019: After review and discussion, a motion was made by Director Thompson, seconded by Director Duncan, to recommend that the Board acknowledge receipt of the Budget Report for May, 2019. The motion passed 6 in favor, no opposed, with Director Stephenson absent.
 - E. Review of Proposed General Fund Budget for FY 2019-20: General Manager Jeff Davis reviewed the proposed budget by highlighting changes that were made since the presentation of the budget at the May Finance and Budget workshop. After further review and discussion, a motion was made by Director Thompson, seconded by Director Fenn, to recommend that the Board approve the proposed General Fund Budget for FY 2019-20. The motion passed 6 in favor, no opposed, with Director Stephenson absent.
 - F. Review of Updated Health Care Resolution: Finance Manager Tom Todd explained that this resolution is a housekeeping item, necessary because of a change in regions that CalPERS designates for health care rates. The previous resolution defined rates in "Riverside County;" the new resolution defines rates in "Region 3." After further review and discussion, a motion was made by Director Duncan, seconded Director Fenn, to recommend that the Board approve Resolution 2019-04, Fixing the Employer Contribution At An Equal Amount for Employees and Annuitants Under the Public Employees' Medical and Hospital Care Act. The motion passed 6 in favor, no opposed, with Director Stephenson absent.
 - G. Review of Potential Investments: Finance Manager Todd briefly reviewed interest rates on various investment vehicles. The Board had previously requested a review, to consider any changes. The consensus of the Board was to review this information at the next Finance and Budget workshop, and consider any action at that time.
5. **Announcements:** Director Lehtonen reviewed the announcements:
- A. San Gorgonio Pass Regional Water Alliance, June 26, 2019, 5:00 pm, Banning City Hall
 - B. Regular Board Meeting, July 1, 2019, 1:30 pm
 - C. Engineering Workshop, July 8, 2019, 1:30 pm

Finance Manager Todd also announced that the office will be closed in observance of Independence Day, July 4

6. **Adjournment:** The Finance and Budget workshop of the San Gorgonio Pass Water Agency Board of Directors was adjourned at 3:26 pm.



Jeffrey W. Davis, Secretary of the Board