

Minutes

Regular Meeting

Aliso Water District

Tuesday October 25, 2022

Board members present:

President Roy Catania Secretary Ross Franson Treasurer Michael Logoluso
Director Jeremy Seibert Director Bernard Puget (by phone)

Public present or by telephone:

Joe Hopkins Summer Rooks Rick Iger Peter Allbright
Matthew O'Neill Maryse Supiger Kristi Robinson John Gaugel

President Roy Catania called the meeting to order at 1:31 P.M.

Consideration of the adoption of Resolution 2022-04 authorizing use of teleconferencing in compliance with Gov. Code Section 54953(e):

Catania provided summary of the resolution and read the resolution recommendation into the record. No discussion/questions.

M/S Jeremy Seibert and Ross Franson to approve resolution as presented.

Director Mike Logoluso Aye
Director Ross Franson Aye
Director Jeremy Seibert Aye
Director Roy Catania Aye
Director Bernard Puget Aye

The President then publicly announced the Board approved the motion.

Approval of the minutes for the Regular Board Meeting held July 26, 2022:

President Catania announced an amendment of the minutes to include the correction in spelling of "O'Neill".

M/S Mike Logoluso and Jeremy Seibert to approve the minutes as amended.

Director Mike Logoluso Aye
Director Ross Franson Aye
Director Jeremy Seibert Aye

Director Roy Catania	Aye
Director Bernard Puget	Aye

The President then publicly announced the Board approved the motion.

Treasurer’s Report:

Michael Logoluso provided handouts for both the General Administration and Capital Projects Account. The General Administration Account had a beginning balance of \$939,036.84 on 7/26/2022 with income of \$13,691.77 and expenses of \$127,145.93 through 10/25/2022 with an ending balance of \$825,582.68. The Capital Projects Account had a beginning balance of \$773,379.70 on 7/26/2022 with income of \$359,708.16 and expenses of \$36,197.08 with an ending balance of \$1,096,890.78 on 10/25/2022. Approximately \$87,711 of Jan-June 2022 Extraction Fees are outstanding.

Logoluso reviewed the sources of revenue received and the expenses for the period. He asked whether the San Luis & Delta-Mendota Water Authority (SLDMWA) cost is recurring and what it included. Joe Hopkins advised these are recurring costs for coordinated activities within the subbasin.

M/S Ross Franson and Jeremy Seibert to approve treasurer’s report.

Director Jeremy Seibert	Aye
Director Ross Franson	Aye
Director Michael Logoluso	Aye
Director Roy Catania	Aye
Director Bernard Puget	Aye

The President then publicly announced the Board approved the motion.

Investment Policy Discussion:

Hopkins provided a brief background to frame the investment policy discussion. The board has voiced concerns about the security of the District’s funds that have exceeded FDIC limits and therefore directed staff to research its financial standing and investment options. Hopkins explained the progress of the financial research and review conducted to date.

A fiscal year 2022 cash flow and proposed financial structure was presented to the Board for review and comment. Hopkins explained the cash flow was prepared to analyze the timing of revenue and expenses throughout the year, to identify a recommended minimum balance required within each account, and to assist in identifying a recommendation of the number and type of reserve accounts. Additionally, the proposed financial structure visually identifies the flow of cash throughout the District.

Concurrence was obtained to maintain the following reserve accounts and a request was made to include an accounting of the current balance within each reserve account.

- General Administrative Account –
- 1) Restricted Reserves for Legal Expense - \$1,000,000
- 2) Discretionary Cash

Capital Projects Account –

- 1) Restricted Reserves for Water Purchase - \$500,000
- 2) Discretionary Cash

Logoluso provided an update regarding his discussion with the District's current banking institution. He advised the District is insured for up to \$250,000 per EIN, regardless of the number of accounts. Logoluso will continue discussing the District's options and will provide an update to the Board at the next meeting.

No action taken. A financial recommendation will be provided to the Board at the next meeting.

Insurance Update:

Catania provided an update that the District's insurance policy was paid.

Public Comment:

No public comment.

Other business to come before the board:

CalSPA Lawsuit –

Catania announced the District is awaiting the determination of the Exchange Contractors' motion of dismissal, tentatively scheduled after Thanksgiving.

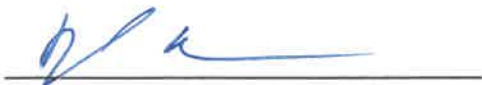
Catania also announced the Department of Water Resources (DWR) may file an amicus brief in the case to explain its interpretation of SGMA. Although the details of the brief are not yet known, it is expected that its position will be that a court cannot consider the adequacy of a GSP until DWR completes its review.

Millerton Daily Operations report was reviewed.

Next Meeting January 24, 2023 at 1:30 P.M.

Meeting adjourned at 2:00 P.M.

SUBMITTED BY:



Ross Franson, Secretary

APPROVED BY:



Roy Catania, President