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Water Needs*

**MINUTES OF THE BOARD OF DIRECTORS
MESA WATER DISTRICT
Thursday, February 21, 2019
1965 Placentia Avenue, Costa Mesa, CA 92627
3:30 p.m. Special Board Meeting**

FINANCE COMMITTEE MEETING

CALL TO ORDER

The meeting of the Board of Directors was called to order on February 21, 2019 at 3:30 p.m. by Chairman Fisler at the District Office Boardroom, located at 1965 Placentia Avenue, Costa Mesa, California.

PLEDGE OF ALLEGIANCE

President Dewane led the Pledge of Allegiance.

Directors Present

Shawn Dewane, President
Marice H. DePasquale, Vice President
Fred R. Bockmiller, P.E., Director, Chair
James R. Fisler, Director

Directors Absent

Jim Atkinson, Director

Staff Present

Paul E. Shoenberger, P.E., General Manager
Phil Lauri, P.E., Assistant General Manager
Denise Garcia, Administrative Services Manager/
District Secretary
Marwan Khalifa, CPA, MBA, Chief Financial Officer

Others Present

Mitch Barker, Executive Vice President, Public Agency Retirement Services
Keith Stribling, CFA, Vice President and Senior Portfolio Manager, Highmark Capital Management, Inc.

PUBLIC COMMENTS

There were no comments on non-agendized topics.

Director Fisler reordered the agenda to take Item 7 after the Consent Calendar. There were no objections.

CONSENT CALENDAR ITEMS:

1. Accounts Paid Listing
2. Monthly Financial Reports
3. Major Staff Projects
4. Committee Policy & Resolution Review
5. Fiscal Year 2019 Second Quarter Financial Update

Director Bockmiller pulled Item 2 for discussion. There were no objections.

MOTION

Motion by President Dewane, second by Vice Director DePasquale, to approve Items 1, 3, 4 and 5 of the Consent Calendar. Motion passed 4-0-1, with Director Atkinson absent.

Staff responded to questions from the Board regarding the Monthly Financial Reports.

MOTION

Motion by Director Bockmiller, second by President Dewane, to approve Item 2 of the Consent Calendar. Motion passed 4-0-1, with Director Atkinson absent.

ACTION ITEMS:

None.

PRESENTATION AND DISCUSSION ITEMS:

Item 7 – Pension & Other Post-Employment Benefits Trust Annual Update

Chief Financial Officer Khalifa introduced Public Agency Retirement Services Executive President Mitch Barker and Highmark Capital Management, Inc.'s Vice President Keith Stribling.

Mr. Barker proceeded with a presentation, entitled "OPEB Pre-Funding Trust Program & Pension Rate Stabilization Program (PRSP) Client Review," that highlighted the following:

- The PARS IRS-Approved Combination 115 Trust
- Summary of Agency's OPEB Plan
- OPEB Actuarial Results
- Summary of Agency's Pension Plan
- Estimated Pension Funding Status

Mr. Barker responded to questions from the Board and they thanked him for the presentation.

Mr. Stribling provided a presentation, entitled "PARS: Mesa Water District," that highlighted the following:

- Discussion Highlights: Mesa Water District
- Asset Allocation: Mesa Water District
- Performance Report – PARS/CalPERS/S&P 500/LAIF

Mr. Stribling responded to questions from the Board and they thanked him for the presentation.

6. Administration Building Improvements & HVAC Replacement Project

Assistant General Manager Lauri provided an update on the Administration Building Improvements & HVAC Replacement Project.

MOTION

Motion by Director Bockmiller, second by President Dewane, to approve the Boardroom Improvement's conceptual rendering, finishes and color palette, including suggested modifications provided by the Board.

7. Pension & Other Post-Employment Benefits Trust Annual Update

This item was taken earlier in the agenda.

REPORTS:

8. Report of the General Manager

9. Directors' Reports and Comments

INFORMATION ITEMS:

10. Claim of David Tiziani

The Board meeting was adjourned at 4:40 p.m.

Approved: _____



Shawn Dewane, President



Denise Garcia, District Secretary