



BEAUMONT-CHERRY VALLEY WATER DISTRICT
560 Magnolia Avenue, Beaumont, CA 92223

MINUTES OF THE FINANCE AND AUDIT COMMITTEE MEETING
Thursday, September 1, 2022 at 3:00 p.m.

CALL TO ORDER

Chair Hoffman called the meeting to order at 3:07 p.m.

Announcement of Teleconference Participation

Dr. Kirene Manini confirmed teleconference functionality.

Attendance

Directors present:	Director Hoffman and Director Williams
Directors absent:	None
Staff present:	General Manager Dan Jagers Director of Finance and Administration Kirene Manini, PhD Director of Engineering Mark Swanson Director of Information Technology Robert Rasha Finance Manager William Clayton Management Analyst I Erica Gonzales Administrative Assistant Cenica Smith
Members of the public:	None.

PUBLIC INPUT:

Dr. Manini advised that an email would be sent regarding the budget timeline.

ACTION ITEMS

1. Adjustments to the Agenda: None.
2. Review and Acceptance of the Minutes of the Finance and Audit Committee meeting

The Committee accepted the minutes of the Finance and Audit Committee Regular Meeting of August 4, 2022 by consensus.

3. Receive and file the Check Register for the Month of July 2022

The Committee received and filed the July 2022 Check Register as presented.

4. Financial Reports/Recommendations

- a. Review of the July 2022 Budget Variance Reports
- b. Review of the July 31, 2022 Cash and Investment Balance Report
- c. Review of Check Register for the Month of August 2022
- d. Review of August 2022 Invoices Pending Approval

Chair Hoffman noted that it is seven months into the year and there has not been much purchasing of water. He pointed out that there is 61.38 percent overall leftover funds budgeted. General Manager Jagers explained the seasonality of pumping costs; a reduction of expenses would be expected to be seen in October. Jagers confirmed for Director Williams that the \$100,000 expenses in public education / community outreach was the CV Strategies contract.

Dr. Manini reviewed the Cash and Investment Balance Report showing total invested cash and marketable securities value of \$82,304,649. Investment revenue has increased by approximately \$111,000 (69 percent) year over year, she reported. Jagers noted that interest rates are rising.

Director Williams indicated satisfaction with the change to Chandler Asset Management.

Director Hoffman drew attention to ongoing paving expenses. He noted the expenses for water meters and Jagers indicated they were replacement meters. Williams reminded that parts had been delayed.

The Cozad and Fox charges were related to the capital reserve replacement projects for 2020 and 2021, Jagers explained, and reminded about Board approval.

Jagers reviewed the AMR/AMI project purchases and grant funding.

Director Williams noted that the striping for the pavement patches is expensive. Jagers discussed impacts of housing prices on City revenue.

Hoffman pointed out that if there is no meeting in December to approve legal invoices, there will be some carryover into the next year.

Director Hoffman asked about water supply purchase for 2023, and Jagers noted that the inquiry from the San Geronio Pass Water Agency had not yet been received.

After review and discussion, the Committee recommended presenting the Financial Reports to the Board for approval.

5. Expense and Per Diem Compensation Claims Submitted for Approval

After acknowledgement, the Committee recommended presenting the Expense and Per Diem Compensation Claims to the Board for approval.

6. Action List for Future Meetings

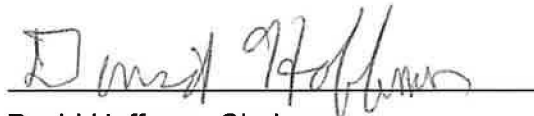
- *Chandler Asset Management update*
- *Procurement of additional water supplies*
- *Budget timeline and potential special meeting*

ANNOUNCEMENTS

Chair Hoffman read the following announcements:

- District offices will be closed on Monday, Sept. 5, 2022 in observance of Labor Day
- Collaborative Agencies Committee: Wednesday, Sept. 7, 2022 at 5 p.m.
- Regular Board Meeting: Wednesday, Sept. 14, 2022 at 6 p.m.
- Personnel Committee Meeting: Tuesday, Sept. 20, 2022 at 5:30 p.m.
- San Geronio Pass Regional Water Alliance: Wednesday, Sept. 28, 2022 at 5 p.m. (Director Slawson and Mr. Jagers attend)
- Engineering Workshop: Thursday, Sept. 29, 2022 at 6 p.m. (note change of date)
- Beaumont Basin Watermaster Committee: Wednesday, Oct. 5, 2022 at 11 a.m. (Jagers and Swanson attend)
- Finance and Audit Committee Meeting: Thursday, Oct. 6, 2022 at 3 p.m.

ADJOURNMENT: 4:07 P.M.

A handwritten signature in cursive script, appearing to read "David Hoffman", is written over a horizontal line.

David Hoffman, Chairman
to the Finance and Audit Committee
of the Beaumont-Cherry Valley Water District