

**CALL AND NOTICE OF REGULAR MEETING OF
THE BOARD OF DIRECTORS OF
CALLEGUAS – LAS VIRGENES PUBLIC FINANCING AUTHORITY**

June 18, 2020

A Regular Meeting of the Board of Directors of Calleguas – Las Virgenes Public Financing Authority is hereby called and notice of said Regular Meeting is hereby given for 4:30 p.m. on Thursday, June 18, 2020 to be held electronically and telephonically.

**CALLEGUAS – LAS VIRGENES PUBLIC FINANCING AUTHORITY
BOARD OF DIRECTORS MEETING AGENDA**

A. CALL TO ORDER PLEDGE OF ALLEGIANCE, AND ROLL CALL (4:30 p.m.)

BOARD OF DIRECTORS

Steve Blois
Charles Caspary
Jay Lewitt
Lynda Lo-Hill, Vice Chair
Leonard E. Polan, Secretary
Scott Quady, Treasurer
Lee Renger
Andres Santamaria, Chair
Thomas Slosson
Andy Waters

B. ORAL COMMUNICATION

Members of the public may address the Board on items within the jurisdiction of the Board that do not appear on the agenda. No action shall be taken on any item not appearing on the agenda unless authorized by subdivision (b) of Government Code Section 54954.2. The Board may limit the time available for each subject and each speaker.

To participate:

Phone # +1 (408) 638-0968 (Note San Jose area code)

<https://us02web.zoom.us/j/86186482452?pwd=LzdVQTgxMG56Mmp6b2ExSTF4a1daZz09>

Meeting ID: 861 8648 2452

Password: 886252

Please limit remarks to three minutes.

C. REGULAR BUSINESS

1. Minutes: June 25, 2019

Action: It is recommended that the Authority approve the meeting minutes of June 25, 2019 as presented.

2. Reports on Status of Funds

Action: It is recommended that the Authority receive and file the status reports from Calleguas MWD and Las Virgenes MWD.

D. OTHER BUSINESS

E. ADJOURNMENT

Note: In accordance with Executive Orders N-25-20, N-29-20, and N-33-20 issued by the Governor of the State of California in response to COVID-19, in-person public participation at Calleguas Municipal Water District, Las Virgenes Municipal Water District, and Calleguas-Las Virgenes Public Financing Authority meetings are suspended. The Districts and the Authority have established alternative methods of participation which permit members of the public to observe and address public meetings telephonically and/or electronically. These methods of participation can be accessed through the telephone number and/or internet link provided on this agenda.

In addition to the above referenced methods of participation, members of the public may also participate by submitting comments by email to info@calleguas.com by 5:00 p.m. on the calendar day prior to the public meeting. Email headers should refer to the Board meeting for which comments are offered. Comments received will be placed into the record and distributed appropriately.

Agendas, agenda packets, and additional materials related to an item on this agenda submitted to the Board after distribution of the agenda packet are available on the Calleguas Municipal Water District website at www.calleguas.com

Pursuant to Section 202 of the Americans with Disabilities Act of 1990 (42 U.S.C. Sec. 12132), and applicable federal rules and regulations, requests for disability-related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting, should be made to the Secretary to the Board in advance of the meeting to ensure the availability of the requested service or accommodation. Notices, agendas, and public documents related to the Board meetings can be made available in appropriate alternative format upon request.

**CALLEGUAS – LAS VIRGENES PUBLIC FINANCING AUTHORITY
MINUTES – June 25, 2019**

The Regular Meeting of the Board of Directors of Calleguas – Las Virgenes Public Financing Authority (Authority) was held at Las Virgenes Municipal Water District, 4232 Las Virgenes Road, Calabasas, California 91302, on Tuesday, June 25, 2019 at 4:30 p.m.

A. CALL TO ORDER AND ROLL CALL

Chair Caspary called the meeting to order at 4:30 p.m.

Josie Guzman, Clerk of the Board to Las Virgenes, led the Pledge of Allegiance.

Josie Guzman, Clerk of the Board to Las Virgenes, called roll.

Board Members Present: Charles Caspary, Chair
Jay Lewitt, Secretary
Lynda Lo-Hill
Leonard E. Polan
Lee Renger
Andres Santamaria, Vice Chair
Thomas Slosson
Andy Waters

Board Member Absent: Steve Blois
Scott Quady, Treasurer

Legal Counsel Present: Walter E. Wendelstein, Cohen & Burge LLP, General
Counsel to Calleguas and to the Authority
Keith Lemieux, Olivarez Madruga Lemieux O’Neill, General
Counsel to Las Virgenes

Staff Present: Eric Bergh, Interim General Manager, Calleguas
David W. Pedersen, General Manager, Las Virgenes
Dan Smith, Manager of Finance and Human Resources,
Calleguas
Angela Saccareccia, Finance Manager, Las Virgenes
Josie Guzman, Clerk of the Board, Las Virgenes

B. ORAL COMMUNICATION

None

C. REGULAR BUSINESS

1. Minutes: May 16, 2018

On a motion by Director Slosson, seconded by Director Renger, the Board of Directors voted 8-0 to approve the minutes of May 16, 2018. Motion carried by the following roll call vote:

AYES: Directors Caspary, Lewitt, Lo-Hill, Polan, Renger, Santamaria, Slosson, Waters

NOES: None

ABSTAIN: None

ABSENT: Directors Blois, Quady

2. Report on Status of Funds

Dan Smith, Calleguas' Manager of Finance and Human Resources, presented Calleguas' annual status report on bond financing and the ratio of net operating income to debt service expense, and noted that Calleguas had complied with all bond covenants. He responded to questions related to issuance of new bonds for future projects, such as the Salinity Management Pipeline and Conejo Pump Station Improvement Projects, and whether new long-term financing would affect the Calleguas-Las Virgenes Public Financing Authority's credit rating.

Angela Saccareccia, Las Virgenes' Finance Manager, presented Las Virgenes' annual report on bond financing and the ratio of net operating income to debt service expense, and noted that Las Virgenes had complied with all bond covenants.

On a motion by Director Slosson, seconded by Director Polan, the Board of Directors voted 8-0 to receive and file Calleguas' and Las Virgenes' annual status reports on bond financing. Motion carried by the following vote:

AYES: Directors Caspary, Lewitt, Lo-Hill, Polan, Renger, Santamaria, Slosson, Waters

NOES: None

ABSTAIN: None

ABSENT: Directors Blois, Quady

3. Election of Officers and Appointment of Legal Counsel

On a motion by Director Slosson, seconded by Director Lewitt, the Board of Directors voted 8-0 to elect Andres Santamaria as Chair of the Authority. Motion carried by the following roll call vote:

AYES: Directors Caspary, Lewitt, Lo-Hill, Polan, Renger, Santamaria, Slosson, Waters
NOES: None
ABSTAIN: None
ABSENT: Directors Blois, Quady

On a motion by Director Lewitt, seconded by Director Caspary, the Board of Directors voted 8-0 to elect Lynda Lo-Hill as Vice Chair of the Authority. Motion carried by the following roll call vote:

AYES: Directors Caspary, Lewitt, Lo-Hill, Polan, Renger, Santamaria, Slosson, Waters
NOES: None
ABSTAIN: None
ABSENT: Directors Blois, Quady

On a motion by Director Slosson, seconded by Director Polan, the Board of Directors voted 8-0 to elect Scott Quady as Treasurer of the Authority. Motion carried by the following roll call vote:

AYES: Directors Caspary, Lewitt, Lo-Hill, Polan, Renger, Santamaria, Slosson, Waters
NOES: None
ABSTAIN: None
ABSENT: Directors Blois, Quady

On a motion by Director Caspary, seconded by Director Renger, the Board of Directors voted 8-0 to elect Leonard E. Polan as Secretary of the Authority. Motion carried by the following roll call vote:

AYES: Directors Caspary, Lewitt, Lo-Hill, Polan, Renger, Santamaria, Slosson, Waters
NOES: None
ABSTAIN: None
ABSENT: Directors Blois, Quady

On a motion by Director Slosson, seconded by Director Polan, the Board of Directors voted 8-0 to appoint Cohen & Burge, LLP as Legal Counsel of the Authority. Motion carried by the following roll call vote:

AYES: Directors Caspary, Lewitt, Lo-Hill, Polan, Renger, Santamaria, Slosson, Waters
NOES: None
ABSTAIN: None
ABSENT: Directors Blois, Quady

D. OTHER BUSINESS

None.

E. ADJOURNMENT

Chair Caspary declared the meeting adjourned at 4:43 p.m.

Leonard E. Polan, Secretary

THOMAS L. SLOSSON, PRESIDENT
DIVISION 1

ANDRES SANTAMARIA, VICE PRESIDENT
DIVISION 4

ANDY WATERS, SECRETARY
DIVISION 3

SCOTT H. QUADY, TREASURER
DIVISION 2

STEVE BLOIS, DIRECTOR
DIVISION 5

ANTHONY GOFF
GENERAL MANAGER



web site: www.calleguas.com

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To: Calleguas-Las Virgenes Public Financing Authority

From: Dan Smith, Manager of Administrative Services
Calleguas Municipal Water District

Subject: Annual Status Report on Bond Financing

Date: June 18, 2020

The following bonds were issued by the Calleguas-Las Virgenes Public Financing Authority (Authority) and paid by Calleguas Municipal Water District:

2008 Series A Refunding Revenue Bonds

In April 2008, the Authority issued Series A Variable Rate Refunding Revenue Bonds in the principal amount of \$40,300,000 to refund the 2007 B Auction Rate Revenue Bonds, with the final payment due July 1, 2037. The Bonds are backed by a letter of credit from Wells Fargo in the amount \$40,909,469 originally expiring in April 2011. The letter of credit has been renewed with Wells Fargo and will expire in April 2022. The refunding of the 2007 B Bonds has resulted in an interest savings of approximately \$20.6 million as of May 31, 2020.

2010 Series A Tax- Exempt Revenue Bonds

In February 2010, the Authority issued Series A Revenue Bonds, in the principal amount of \$21,355,000 to fund capital improvements, with the final payment due on July 1, 2020. There is not a debt service reserve account requirement.

2010 Series B Build America Bonds

In February 2010, the Authority issued Series B Revenue Bonds, in the principal amount of \$77,400,000 to fund Capital Improvements, with the final payment due July 1, 2040. Calleguas receives a cash subsidy from the U.S. Treasury equal to 35% of the interest paid bi-annually. There is not a debt service reserve account requirement.

General Information

All bond covenants have been met, including principal and interest payments made on schedule. As of June 30, 2019⁽¹⁾, the ratio of net operating income to debt service expense was 2.09⁽²⁾ compared to 2.12 on June 30, 2018. Calleguas anticipates issuing new bonds in the one to three years.

Principal balance as of year ending June 30, 2018, June 30, 2019 and May 31, 2020 are as follows:

	<u>June 30, 2018</u>	<u>June 30, 2019</u>	<u>May 31, 2020</u>
2008 Series A	\$ 40,300,000	\$ 40,300,000	\$ 40,300,000
2010 Series A	\$ 7,265,000	\$ 4,955,000	\$ 2,540,000
<u>2010 Series B</u>	<u>\$ 77,400,000</u>	<u>\$ 77,400,000</u>	<u>\$ 77,400,000</u>
Total Principal:	\$ 124,965,000	\$ 122,655,000	\$ 119,240,000

[1] Source: Calleguas Municipal Water District Audited Financial Statements June 30, 2019.

[2] Calculation: Net Operating Revenues/Principal & Interest



DATE: June 18, 2020
TO: Board of Directors
Calleguas – Las Virgenes Public Financing Authority
FROM: David W. Pedersen, P.E., General Manager
Las Virgenes Municipal Water District

Subject: **Annual Status Report on Bond Financing**

Background:

On December 1, 2009, the Calleguas-Las Virgenes Public Financing Authority issued sanitation refunding revenue bonds (2009 bonds) totaling \$29,415,000. The purpose of the 2009 bonds was to advance refund the then outstanding 1998 Installment Purchase Refunding Revenue Bonds.

On November 5, 2019, Las Virgenes Municipal Water District redeemed \$10,155,000 of outstanding bonds, which fully defeased the debt and resulted a net present value savings of \$595,305.

Current Status:

The District currently does not have any outstanding bond debt with the Calleguas-Las Virgenes Public Financing Authority.

Prepared by: Angela Saccareccia, Finance Manager