



CAYUCOS SANITARY DISTRICT

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AGENDA ITEM:

3.A.2

GOVERNING BOARD

R. B. Enns, President
S. Lyon, Vice-President
H. Miller, Director
J. Curti, Director
M. Shopshear, Director

FINANCE COMMITTEE MEETING MINUTES WEDNESDAY JULY 24, 2024 AT 10:00 AM 200 ASH AVENUE, CAYUCOS, CA 93430

1. CALL MEETING TO ORDER

President Enns called the meeting to order at 10:01 a.m.

Board members present: President Enns, Director Curti

Staff present: District Manager Rick Koon and Admin. Accounting Manager Gayle Good

2. PUBLIC COMMENT

President Enns opened the meeting to Public Comment.
Hearing no comment, President Enns closed Public Comment.

3. DISCUSSION AND REVIEW OF CURRENT FINANCIAL INVESTMENTS AND LIABILITIES

District Manager Koon summarized the accounts currently held by the District.

The Cetera account continues to phase out as the holdings become available for sale, and the Committee agrees that this is the appropriate course to follow. Director Curti suggested that we contact our Financial Advisor and ask them for a bid for selling the remaining holdings to determine the viability of closing out the account more quickly.

With sale pending on Lot 7N, staff requests direction on how to best utilize these funds. The Committee discussed the benefits of paying off the balance of the Western Alliance Series B loan; currently at \$3,811,527. Staff estimates that in doing so by October 2024, the District would save approximately \$550,000 in interest payments over the next six years. While utilizing funds from the CIP, Cetera, LAIF and CalTrust accounts along with the property sale proceeds, nearly \$2 million would remain in reserves.

The LAIF account has been unused for many years and the Committee suggested that we close the account and utilize the proceeds to assist in paying down the Western Alliance Series B loan.

The Committee reviewed the CalPERS amortization schedule for unfunded liability and feel that we should continue to approach the required payments by utilizing our annual budget.

CSDA started the California Cooperative Liquid Assets Securities System in 2022 as an alternative to CalTrust. Their Annual Report was provided to the Committee in case there was interest in diversifying. The Committee expressed some concerns about their risk profile and feels we should remain with CalTrust.

President Enns opened the meeting to Public Comment.
Hearing no comment, President Enns closed Public Comment.

The Committee will make recommendations to the Board at the August 15th meeting.

4. ADJOURNMENT

The meeting adjourned at 11:29 a.m.

Minutes Respectfully Submitted By:

X 

Gayle Good
Administrative Accounting Manager