



Cabazon Water District
14-618 Broadway Street • P.O. Box 297
Cabazon, California 92230

FINANCE & AUDIT COMMITTEE MEETING

MINUTES

Meeting Location:
Cabazon Water District Office
14618 Broadway Street
Cabazon, California 92230

Meeting Date:
Tuesday, January 17, 2017 – 5:00 PM

CALL TO ORDER,
PLEDGE OF ALLEGIANCE,
ROLL CALL

Director Bui - Present
Director Israel - Present

Calvin Louie (General Manager) - Present
Elizabeth Lemus, Board Secretary - Present
Cindy Byerrum, Financial Consultant - Present

***Note: This meeting was recorded by the District -**

FINANCE & AUDIT COMMITTEE

1. Discussion: Finance & Audit Committee Report
 - Balance Sheet
 - Profit and Loss Two Month Comparison
 - Profit and Loss Budget Comparison
 - Fiscal Year 2016-2017 Budget Comparison
 - Statement of Cash Flows

Ms. Byerrum, the District's contract CPA, noted on the Balance Sheet that the combined Assets and LAIF balance as of December 31, 2016 is about \$500,000, which is very low, whereas the District's liabilities is about \$800,000 over Assets. This will be addressed in the upcoming rate study.

Ms. Byerrum noted on the Profit & Loss that the District's Total Income was at 50%, which is right on target with the budget, and that Total Operating Expenses were at 45%, which is also a positive thing. Ms. Byerrum also noted that some items, such as debt service under Non Operating Expenses, will not always accurately coincide with the rest of the report, as it is due to uneven timing.

Overall, the District's year to date loss through December 31, 2016 was \$460k, yet the District only showed a loss of 26% of this figure (which is in itself, a positive). The upcoming rate study will address the financials of the District.

2. Discussion: Water Rate Study Discussion and Update. Special Meeting Regarding Water Rate Study – to be held on Tuesday, January 31st, 2017.

While the rate study is still underway, a Special Meeting is expected to be held on Tuesday, January 31st, 2017, in order for the Board to review the projected water rates, and to determine the best action the District should take regarding its financial health.

3. Finance & Audit Committee District Payables Review and Approval/Signing

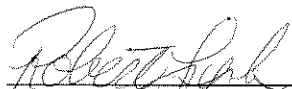
PUBLIC COMMENT

Any person may address the Board of Directors at this time on any matter within the subject matter jurisdiction of the Cabazon Water District; however, any matter that requires action will be referred to staff for investigation and reported at a subsequent Board of Directors meeting. The Board of Directors is prohibited by law from discussing or taking immediate action on items during this public comment period. To comment on specific agenda items, please advise the Board secretary prior to the meeting. **Each public comment will be limited to three (3) minutes. Individuals may not give their time away to another spokesperson. After two (2) minutes, the speaker will be notified that he/she has one (1) minute remaining. AB 1234 ORAL REPORTS (Gov. Code Sec. 53232.3(d))**

ADJOURNMENT

Motion to adjourn at 17:11 hr. made by Director Israel and 2nd by Director Bul.

Meeting adjourned at 17:11 hr. on January 17, 2017



Robert Lynk, Board Chair
Board of Directors
Cabazon Water District



Elizabeth Lemus, Secretary
Board of Directors
Cabazon Water District

ADA Compliance Issues

In compliance with the Americans with Disabilities Act & Government Code Section 54954.2, if special assistance is needed to participate in a Board meeting, please contact the Clerk of the Board at (951) 849-4442. Notification of at least 48 hours prior to meeting time will assist staff in assuring that reasonable arrangements can be made to provide accessibility at the meeting.