



**MINUTES
SPECIAL BOARD OF DIRECTORS MEETING
OF THE SANTA FE IRRIGATION DISTRICT**

March 29, 2018
Santa Fe Irrigation District
5920 Linea del Cielo
Rancho Santa Fe, CA 92067

CALL MEETING TO ORDER

President Hogan called the meeting to order at 8:30 a.m.

BOARD MEMBERS PRESENT: President Michael Hogan, Vice President Kenneth Dunford*, and Directors Marlene King, Andy Menshek, and David Petree were present.

**Vice President Dunford participated via teleconference*

Pursuant to Government Code 54593, all teleconferencing requirements were met.

STAFF AND MEMBERS OF THE PUBLIC PRESENT: General Manager Michael J. Bardin, Executive Assistant Kim Johnson, Administrative Services Manager Jeanne Deaver, Engineering Services Manager Bill Hunter, Operations Manager Cor Shaffer, Management Analyst Jessica Parks, General Counsel Kelly Salt, Best, Best & Krieger, and members of the public were present. Also present were Robert Porr and Paul Pender, Fieldman, Rolapp, and Associates.

PLEDGE OF ALLEGIANCE

Director Petree led the Pledge of Allegiance.

ITEMS TO BE ADDED TO THE AGENDA - None

ORAL COMMUNICATIONS

Greg Gruzdowich commented that cost of service and negotiating a labor agreement with the District employees are two important Board actions for this year and urged the Board to consider the memorandum of understanding impacts during the cost of service study and rate setting process.

DISCUSSION

1. Board of Directors' Planning Workshop - Strategic Financial Planning
 1. Long-term Financial Obligations (CalPERS)
 2. Reserve Funds Policy

3. CIP Funding Strategies

GM Bardin introduced the item and ASM Deaver gave a PowerPoint presentation on CalPERS pension, focusing on the current District pension plan financial projections and strategies to manage long term liabilities. She and GM Bardin responded to questions from the Board.

Mr. Porr and Mr. Pender then utilized PowerPoint to present a general financial overview, options for mitigating CalPERS unfunded liabilities, and a discussion of debt finance as well as PAY-GO funding of the capital improvement program. They, along with District staff, and General Counsel Salt responded to questions from the Board.

An extensive discussion ensued regarding the District's short and long term financial strategies.

President Hogan called for a recess at 10:25 a.m.

President Hogan reconvened the meeting at 10:35 a.m.

After further discussion, the Board directed staff to prepare capital improvement program funding options as well as CalPERS unfunded liability strategies and return to the Board for further consideration at future Board meetings.

2. Directors' Comments

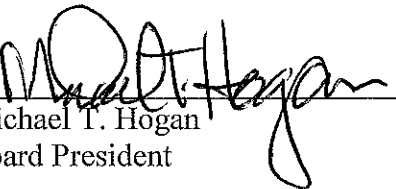
Director King commented she appreciated having the PowerPoint presentations included in the agenda materials that were received in advance of the meeting.

3. Special Board Meeting Workshop Calendar

This was an informational item only. No action was requested or required from the Board.

ADJOURNMENT

President Hogan adjourned the meeting at 11:30 a.m.


Michael T. Hogan
Board President


Michael J. Bardin
Board Secretary/Treasurer