

MINUTES OF SPECIAL MEETING OF THE FINANCE COMMITTEE OF THE PALMDALE WATER DISTRICT, JUNE 29, 2021:

A special meeting of the Finance Committee of the Palmdale Water District was held Tuesday, June 29, 2021, at 2029 East Avenue Q, Palmdale, CA 93550 and via teleconference. Chair Wilson called the meeting to order at 2:00 p.m.

1) Roll Call.

Attendance:

Committee:

Don Wilson, Chair

Gloria Dizmang, Committee Member

Others Present:

Dennis LaMoreaux, General Manager

Mike Williams, Finance Manager

Judy Shay, Public Affairs Director

Dennis Hoffmeyer, Accounting Spvsr.

Bob Egan, Financial Advisor

Dawn Deans, Executive Assistant

1 member of the public

2) Adoption of Agenda.

It was moved by Committee Member Dizmang, seconded by Chair Wilson, and unanimously carried by all members of the Committee present at the meeting to adopt the agenda, as written.

3) Public Comments for Non-Agenda Items.

There were no public comments for non-agenda items.

4) Action Items: (The Public Shall Have an Opportunity to Comment on Any Action Item as Each Item is Considered by the Committee Prior to Action Being Taken.)

4.1) Consideration and Possible Action on a Recommendation for Presentation, Consideration, and Possible Action on Receiving and Filing of 2020 Annual Financial Report. (Finance Manager Williams/Paul Kaymark, Nigro & Nigro)

Finance Manager Williams, Financial Advisor Egan, and Mr. Paul Kaymark, of Nigro & Nigro, provided an overview of the highlights in the 2020 Annual Financial Report and the Analysis of the District's Net Position, and after a brief discussion of total cash, liabilities, investments, debt refinancing, the benefits of the five-year water rate plan, reserves, and zero negative auditor findings, it was moved by Committee Member Dizmang, seconded by Chair Wilson, and unanimously carried by all members

of the Committee present at the meeting that the Committee concurs with staff's recommendation to receive and file the draft Annual Financial Statements with the Independent Auditor's Report for the year ended December 31, 2020 and that this item be presented to the full Board for consideration at the July 12, 2021 Regular Board Meeting.

5) Reports.

5.1) Finance Manager Williams:

a) S&P Rating Adjustment Rationale.

Finance Manager Williams stated that the District's bond rating has been increased to "Stable A" and then provided an overview of S&P's rationale for making this adjustment.

The Committee then commended staff on a job well done for improving the District's financial position to achieve the bond rating upgrade.

6) Board Members' Requests for Future Agenda Items.

There were no requests for future agenda items.

7) Adjournment.

There being no further business to come before the Finance Committee, the meeting was adjourned at 2:45 p.m.


Chair