



**TRABUCO CANYON WATER DISTRICT  
FINANCE/AUDIT COMMITTEE MEETING RECAP | AUGUST 10, 2022**

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**DIRECTORS PRESENT**

Ed Mandich, Committee Chair  
Glenn Acosta, Committee Member

**STAFF PRESENT**

Fernando Paludi, General Manager  
Michael Perea, Assistant General Manager  
Karen Warner, Principal Accountant  
Lorrie Lausten, District Engineer  
Lisa Sangi, Executive Assistant

**PUBLIC PRESENT**

None

**CALL MEETING TO ORDER**

Director Mandich called the August 10, 2022 Finance/Audit Committee Meeting to order at 1:00p.m.

**VISITOR PARTICIPATION**

No visitor participation was received.

**ORAL COMMUNICATION**

No oral communication was received.

**COMMITTEE MEMBER COMMENTS**

Director Acosta reported on his attendance at the Association of California Water Agencies (ACWA) Region 10 Program, and he provided an update on the presentation concerning Colorado River water supplies. Director Acosta reported that he would not be in attendance at the August 18, 2022 Regular Board Meeting.

**REPORT FROM THE GENERAL MANAGER**

Mr. Paludi reported on the following matters:

- District consultant Hazen and Sawyer has provided a first draft of the Master Plan Update and Facility Condition Assessment for District staff review, and he reported this matter was reviewed with the Engineering/Operational Committee.
- District staff has agendized the proposed responses to the Orange County Grand Jury Report titled, "Water in Orange County Needs "One Voice"".

**ITEM 1: FINANCE/AUDIT COMMITTEE MEETING RECAP**

Mr. Paludi presented the Finance/Audit Committee Meeting Recap for Committee review in accordance with the agenda.

**RECOMMENDED ACTION(S)**

The Committee approved the July 13, 2022 Finance/Audit Committee Meeting Recap(s) and recommended that the Board receive and file the same (Consent Calendar).

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**ITEM 2: RATIFICATION OF DIRECTORS' FEES AND EXPENSES, TENTATIVE FUTURE MEETINGS/ATTENDANCE**

Mr. Paludi presented the Directors' Fees and Expenses Report and Tentative Future Meetings/Attendance Report for Committee consideration and review. Directors Mandich and Acosta confirmed certain meeting attendance updates to their schedules.

**RECOMMENDED ACTION:**

The Committee recommended that the Board ratify the Directors' fees and expenses for July 2022 and tentative future meetings/attendance. (Action Calendar)

**ITEM 3: DISCUSSION CONCERNING TRABUCO CANYON WATER DISTRICT HEALTH BENEFIT COSTS FOR CALENDAR YEAR 2023**

Mr. Paludi introduced this matter for Committee consideration. Mr. Perea provided an overview of the adopted CalPERS 2023 Health Benefit rates, and he reviewed the fiscal impact analysis prepared by District staff which projects an increase of approximately 1% higher than budgeted. Discussion occurred concerning the significant increase in health benefit costs year over year, and options for implementing a program for staff that opt out of District benefits. Mr. Perea indicated that staff will reach out to CalPERS for more detailed information on their insurance plans and work on this analysis.

**RECOMMENDED ACTION:**

The Committee recommended the Board of Directors adopt the CalPERS 2023 Health Benefit Rates effective January 1, 2023 by Resolution (Action Calendar).

**ITEM 4: OTHER MATTERS**

There were no other matters presented for discussion.

**RECOMMENDED ACTION:**

There was no action taken.

**ITEM 5: FINANCIAL REPORT**

Ms. Warner reported that there were no preliminary unaudited financials for consideration as the year end was not closed and that more information would be presented by the District's auditors.

**RECOMMENDED ACTION:**

The Committee signed the bills for consideration and the warrant register and recommended that the Board ratify payment of the bills for consideration for August 10, 2022 as presented (Consent Calendar).

**ADJOURNMENT**

Director Mandich adjourned the August 10, 2022 Finance/Audit Committee Meeting at 1:14 p.m.