

Consider Expenditure of Funds
for the Maintenance and Repair
of the Rearing Channel Liner at
the Sleepy Hollow Steelhead
Rearing Facility

Example of Rearing Channel Liner (Originally Installed in 1996)



Damaged liner at the end of the channel



Rearing Channel Leak





Presentation Item 6

Receive Pension Reporting Standards
Government Accounting Standards Board
Statement No. 68 Accounting Valuation
Report

February 10, 2021, Administrative Committee
Staff contact: Suresh Prasad

What is GASB

- Established in 1984, the Governmental Accounting Standards Board (GASB) is the independent, private-sector organization, that establishes accounting and financial reporting standards for U.S. state and local governments that follow Generally Accepted Accounting Principles (GAAP)

What is GASB 68

- In June 2012, GASB approved new reporting statement, GASB No. 68
- To be implemented by June 30, 2015 financials
- Record net pension obligations on financial statements
- District has complied since FY 2014-2015 financial statements

PERS Retirement

- District provides pension benefits to employees through CalPERS:

Classic members (prior to January 1, 2013)

- 2% @55 PERS formula

PEPRA members (after January 1, 2013)

- 2% @62 PERS formula

PERS Retirement

■ Classic Member Employer/Employee contribution sharing

	2018-19		2019-20	
	District	Employee	District	Employee
ER	4.409%	5.000%	5.221%	5.000%
EE	4.000%	3.000%	4.000%	3.000%
Normal Cost	\$134,463	\$209,804	\$125,834	\$174,262
UAL	\$285,580		\$343,623	
Total Cost	\$420,043	\$209,804	\$469,457	\$174,262

PERS Pension Liability

■ What is Net Pension Liability:

- Difference of TPL – FNP = NPL

■ Total Pension Liability (TPL)

- The portion of the actuarial present value of projected benefit payments that is attributable to past periods of employee service as of the measurement date

PERS Pension Liability

■ Fiduciary Net Position (FNP)

- The actual amount of assets held in the pension trust for a plan as of the measurement date (Also called the market value of assets)

■ Net Pension Liability (NPL)

- The difference between the Total Pension Liability and the Fiduciary Net Position as of the measurement date

PERS Pension Liability

■ Net Pension Liability (3-years):

Measurement Date	06/30/2017	06/30/2018	06/30/2019
NPL	\$5,202,822	\$5,114,655	\$5,560,550
Change		-\$88,167	+\$445,894
Disc. Rate	7.375%	7.250%	7.000%
Invest. Rate	8.6%	6.7%	4.7%
Fund Status	73.30%	73.00%	73.30%

PERS Pension Liability

■ Change in liability:

- **-\$88,167 (2019)** ↓
 - Discount changes from 7.375% to 7.250%
 - Change offset by investment rate 8.600% against expected return 7.250%
- **\$445,894 (2020)** ↑
 - Discount changes from 7.250% to 7.000%
 - Change offset by investment rate 6.700% against expected return 7.000%

PERS Pension Liability

■ Potential future impacts:

- Investment rate 4.70% against expected return of 7.00%
- Mortality adjustment (2018)
- Discount rate change to 7.00% (2018-2021)
- Amortization period change (2021)

PERS Pension Liability

■ Total net investment return:

Period	Rate
2020	4.7%
2019	6.7%
2018	8.6%
2017	11.2%
2016	0.6%

Period	Rate
3 years	6.6%
5 years	6.3%
10 years	8.5%
20 years	5.5%
30 years	8.0%

PERS Pension Liability

■ What has the District done:

- Created reserve to address unfunded pension obligation (\$100,000 2018-2019; 2019-2020 \$100,000)
- Current FY 2020-2021 Budget includes additional \$100,000

Recommendation

- Staff recommends receiving pension reporting standards Government Accounting Standards Board Statement No. 68 Accounting Valuation Report

For More Information

- Staff reports and presentation materials can be found on the District's website at:

www.mpwmd.net

- PowerPoint presentations will be posted on the website the day after the meeting



Presentation Item 7

Receive Government Accounting Standards Board Statement No. 75 Accounting and Financial Reporting for Other Post-Employment Benefits (OPEB)

February 10, 2021, Administrative Committee
Staff contact: Suresh Prasad

What is GASB

- Established in 1984, the Governmental Accounting Standards Board (GASB) is the independent, private-sector organization, that establishes accounting and financial reporting standards for U.S. state and local governments that follow Generally Accepted Accounting Principles (GAAP)

What is GASB 75

- In July 2004, GASB issued Statements No. 43 & 45, financial reporting requirements for OPEB
- To be implemented with FY 2009-2010 financials
- Record current year OPEB obligations on financial statements
- District has complied since FY 2009-2010 financial statements

What is GASB 75

- In June 2015, GASB issued Statement No. 75, revising financial reporting requirements for OPEB
- To be implemented with FY beginning June 15, 2017 financials
- Record total OPEB obligations on financial statements
- District complied with FY 2017-2018 financial statements

OPEB Liability

- District provides healthcare premium to retirees as follows:

Tier 1 employees (prior to July 1, 2013)

- <15 years = \$540/month
- >15 years = \$1,293 in 2020 (escalated 3% each year)

Tier 2 employees (after July 1, 2013)

- \$540/month

OPEB Liability

■ What is Net OPEB Liability:

■ Difference of:

- $\text{OPEB Liability} - \text{Fiduciary Net Position} = \text{Net OPEB Liability}$

■ OPEB Liability

- The portion of the actuarial present value of projected benefit payments that is attributable to past periods of employee service as of the measurement date

OPEB Liability

■ Fiduciary Net Position

- The actual amount of assets held in the pension trust for a plan as of the measurement date (Also called the market value of assets)

■ Net OPEB Liability

- The difference between the OPEB Liability and the Fiduciary Net Position as of the measurement date

OPEB Liability

■ Net OPEB Liability (3-years):

Measurement Date	06/30/2018	06/30/2019	06/30/2020
NOL	\$4,104,989	\$4,542,208	\$4,116,712
Change		+\$437,219	-\$425,496
Disc. Rate	→ 3.50%	→ 3.13%	→ 2.45%
Fund Status	0.00%	2.20%	4.85%
Fund Amount	\$0	\$100,000	\$200,000

OPEB Liability

■ Change in liability:

■ \$437,219 (2019) 

■ Discount rate changed 3.50% to 3.13%

■ Net change between current year expenses less contributions

■ \$425,496 (2020) 

■ Discount rate changed 3.13% to 2.45%

■ Net change between current year expenses less contributions (census/premiums/healthcare trends)

OPEB Liability

■ What has the District done:

- Created reserve to address unfunded OPEB liability (\$100,000 2018-2019; \$100,000 2019-2020)
- Current FY 2020-2021 Budget includes additional \$100,000

Recommendation

- Staff recommends receiving Government Accounting Standards Board Statement No. 75 postemployment benefits other than pension valuation report

For More Information

- Staff reports and presentation materials can be found on the District's website at:

www.mpwmd.net

- PowerPoint presentations will be posted on the website the day after the meeting.

This meeting has been noticed according to the Brown Act rules. The Board of Directors meets regularly on the third Monday of each month, except in January and February. The meetings begin at 6:00 PM.



DRAFT AGENDA

Regular Meeting

Board of Directors

Monterey Peninsula Water Management District

Thursday, February 25, 2021, 6:00 PM, Virtual Meeting

Pursuant to Governor Newsom's Executive Orders N-29-20 and N-33-20, and to do all we can to help slow the spread of COVID-19 (coronavirus), meetings of the Monterey Peninsula Water Management District Board of Directors and committees will be conducted with virtual (electronic) participation only using Zoom.

Join the meeting at this link:

<https://zoom.us/j/93577586923?pwd=WDNHbWExRnVsak13UWVrSzdqdG0xUT09>

Or join at: <https://zoom.us/>

Webinar ID: 935 7758 6923

Meeting password: 02252021

Participate by phone: (669) 900-9128

For detailed instructions on how to connect to the meeting, please see page 4 of this agenda.

You may also view the live webcast on AMP <https://accessmediaproductions.org/>
scroll down to the bottom of the page and select the Peninsula Channel

Staff notes will be available on the District web site at

<http://www.mpwmd.net/who-we-are/board-of-directors/bod-meeting-agendas-calendar/>

by 5 PM on Friday, February 19, 2021

CALL TO ORDER/ROLL CALL

PLEDGE OF ALLEGIANCE

ADDITIONS AND CORRECTIONS TO AGENDA - The General Manager will announce agenda corrections and proposed additions, which may be acted on by the Board as provided in Sections 54954.2 of the California Government Code.

Board of Directors

Alvin Edwards, Chair – Division 1
Karen Paull, Vice Chair – Division 4
George Riley – Division 2
Safwat Malek – Division 3
Amy Anderson – Division 5
Mary L. Adams, Monterey County
Board of Supervisors Representative
Clyde Roberson – Mayoral Representative

General Manager

David J. Stoldt

This agenda was posted at the District office at 5 Harris Court, Bldg. G Monterey on Friday, February 19, 2021. Staff reports regarding these agenda items will be available for public review on Friday, February 19, 2021 at the District's website www.mpwmd.net/who-we-are/board-of-directors/bod-meeting-agendas-calendar/. After staff reports have been distributed, if additional documents are produced by the District and provided to a majority of the Board regarding any item on the agenda, they will be posted on the District website. Documents distributed on the afternoon of the meeting will be available upon request, and posted to the web within five days of adjournment of the meeting. The next meeting of the Board is set for March 15, 2021 at 6 pm.

CONSENT CALENDAR - The Consent Calendar consists of routine items for which staff has prepared a recommendation. Approval of the Consent Calendar ratifies the staff recommendation. Consent Calendar items may be pulled for separate consideration at the request of a member of the public, or a member of the Board. Following adoption of the remaining Consent Calendar items, staff will give a brief presentation on the pulled item. Members of the public are requested to limit individual comment on pulled Consent Items to three (3) minutes. Unless noted with double asterisks “**”, Consent Calendar items do not constitute a project as defined by CEQA Guidelines section 15378.

1. Consider Adoption of Minutes from the January 25, 2021 Regular Meeting and January 28, 2021 Special Meeting of the Board of Directors
2. Confirm Appointments to Ordinance No. 152 Oversight Panel
3. Consider Approval of Expenditure for Purchase of Ford F150 4X4 Truck
4. Consider Approval of Second Quarter Financial Activity Report for Fiscal Year 2020-21
5. Consider Approval of Second Fiscal Year 2020-2021 Investment Report
6. Direct the General Manager to Enter into a Contract with ZIM Industries to Rehabilitate ASR 1 for an Amount not to Exceed \$113,350
7. Election of Secretary and Treasurer for 2021
8. Receive Semi-Annual Financial Report on the CAWD/PBCSD Wastewater Reclamation Project
9. Receive Pension Reporting Standards Government Accounting Standards Board Statement No. 68 Accounting Valuation Report
10. Receive Government Accounting Standards Board Statement No. 75 Report for Determining Annual Costs for Post-Employment Medical Benefits
11. Consider Adoption of Treasurer's Report for November 2020
12. Consider Adoption of Treasurer's Report for December 2020
13. Reconfirm CY2021 Board Committee Assignments for Division 3

GENERAL MANAGER'S REPORT

14. Status Report on California American Water Compliance with State Water Resources Control Board Order 2016-0016 and Seaside Groundwater Basin Adjudication Decision

REPORT FROM DISTRICT COUNSEL

15. Report on Status of Cal-Am General Rate Case – CPUC A.19-07-004

DIRECTORS' REPORTS (INCLUDING AB 1234 REPORTS ON TRIPS, CONFERENCE ATTENDANCE AND MEETINGS)

16. Oral Reports on Activities of County, Cities, Other Agencies/Committees/Associations

PUBLIC HEARINGS – Public Comment will be received. Please limit your comments to three (3) minutes per item.

NONE AT THIS TIME

ACTION ITEMS – Public Comment will be received. Please limit your comments to three (3) minutes per item.

17. Consider Expenditure of Funds for the Maintenance and Repair of the Rearing Channel Linear at the Sleepy Hollow Steelhead Rearing Facility
Action: The Board will consider authorizing repairs at a Not-to-Exceed cost of \$13,363 and authorizing a mid-year budget adjustment of \$13,363 in line item 2-3-1 A for the general operations and maintenance for the Sleepy Hollow Steelhead Rearing Facility.
18. Consider Adoption of Resolution No. 2021-01 Declaring the Week of March 15 – 21, 2021, to be Fix a Leak Week.
Action: The Board will consider adoption of Resolution 2021-01. The U.S. Environmental Protection Agency's (EPA's) WaterSense® program promotes its annual Fix A Leak Week in March as part of its efforts to encourage Americans to use water efficiently. The District supports the EPA's program and encourages the immediate repair of every leak.

19. Consider Adoption of Amendment to the Report “Supply and Demand for Water on the Monterey Peninsula” Adopted in May 2020 to Reflect the 2022 AMBAG Regional Growth Forecast

Action:

DISCUSSION ITEMS – Discussion Only. No action will be taken by the Board. Public Comment will be received. Please limit your comments to three (3) minutes per item.

20. Status Report on Measure J/Rule 19.8 Phase II Spending

INFORMATIONAL ITEMS/STAFF REPORTS - The public may address the Board on Information Items and Staff Reports during the Oral Communications portion of the meeting. Please limit your comments to three minutes.

21. Report on Activity/Progress on Contracts Over \$25,000
22. Letters Received
23. Committee Reports
24. Monthly Allocation Report
25. Water Conservation Program Report
26. Carmel River Fishery Report for December 2020
27. Monthly Water Supply and California American Water Production Report
28. Quarterly Carmel River Riparian Corridor Management Program Report
29. Semi-Annual Groundwater Quality Monitoring Report
30. Legislative Advocacy Committee State and Federal Tracking Update
31. Receive Semi-Annual Financial Report on the CAWD/PBCSD Wastewater Reclamation Project

ADJOURNMENT

Board Meeting Schedule			
Thursday, April 19, 2021	Regular Board Meeting	6:00 pm	Virtual - Zoom
Monday, May 17, 2021	Regular Board Meeting	6:00 pm	Virtual – Zoom
Thursday, May 27, 2021	Special Meeting	6:00 pm	Virtual – Zoom

Board Meeting Television and On-Line Broadcast Schedule View Live Webcast at https://accessmediaproductions.org/ scroll to the bottom of the page and select the Peninsula Channel	
Television Broadcast	Viewing Area
Comcast Ch. 25 (Monterey Channel), Mondays view live broadcast on meeting dates, and replays on Mondays, 7 pm through midnight	City of Monterey
Comcast Ch. 28, Mondays, replays only 7 pm	Throughout the Monterey County Government Television viewing area.
For Xfinity subscribers, go to https://www.xfinity.com/support/local-channel-lineup/ or https://www.xfinity.com/stream/listings - enter your address for the listings and channels specific to your city.	Pacific Grove, Pebble Beach, Sand City, Seaside, Monterey
Internet Broadcast	
Replays – Mondays, 4 pm to midnight at https://accessmediaproductions.org/ scroll to Peninsula Channel	
Replays – Mondays, 7 pm and Saturdays, 9 am www.mgtvonline.com	
YouTube – available five days following meeting date - https://www.youtube.com/channel/UCg-2VgzLBmgV8AaSK67BBRg	

Upon request, MPWMD will make a reasonable effort to provide written agenda materials in appropriate alternative formats, or disability-related modification or accommodation, including auxiliary aids or services, to enable individuals with disabilities to participate in public meetings. MPWMD will also make a reasonable effort to provide translation services upon request. Submit requests by noon on Monday, February 22, 2021 to joel@mpwmd.net, or call 831-658-5652.

Instructions for Connecting to the Zoom Meeting

Note: If you have not used Zoom previously, when you begin connecting to the meeting you may be asked to download the app. If you do not have a computer, you can participate by phone.

Begin: Within 10 minutes of the meeting start time from your computer click on this link: <https://zoom.us/j/93577586923?pwd=ekd1c2xoMUVEQ0tnemVYc2xLY2dnUT09> or paste the link into your browser.

DETERMINE WHICH DEVICE YOU WILL BE USING (PROCEED WITH ONE OF THE FOLLOWING INSTRUCTIONS)

USING A DESKTOP COMPUTER OR LAPTOP

1. In a web browser, type: <https://www.zoom.us>
2. Hit the enter key
3. At the top right-hand corner, click on “Join a Meeting”
4. Where it says “Meeting ID”, type in the Meeting ID# above and click “Join Meeting”
5. Your computer will begin downloading the Zoom application. Once downloaded, click “Run” and the application should automatically pop up on your computer. (If you are having trouble downloading, alternatively you can connect through a web browser – the same steps below will apply).
6. You will then be asked to input your name. It is imperative that you put in your first and last name, as participants and attendees should be able to easily identify who is communicating during the meeting.
7. From there, you will be asked to choose either ONE of two audio options: Phone Call or Computer Audio:

COMPUTER AUDIO

1. If you have built in computer audio settings or external video settings – please click “Test Speaker and Microphone”.
2. The client will first ask “Do you hear a ringtone?” •If no, please select “Join Audio by Phone”.
•If yes, proceed with the next question:
3. The client will then ask “Speak and pause, do you hear a replay?” •If no, please select “Join Audio by Phone”
•If yes, please proceed by clicking “Join with Computer Audio”

PHONE CALL

1. If you do not have built in computer audio settings or external video settings – please click “Phone Call”

2. Select a phone number based on your current location for better overall call quality.

+1 669-900-9128 (San Jose, CA)	+1 253-215-8782 (Houston, TX)
+1 346-248-7799 (Chicago, IL)	+1 301-715-8592 (New York, NY)
+1 312-626-6799 (Seattle, WA)	+1 646-558-8656 (Maryland)
3. Once connected, it will ask you to enter the Webinar ID No. and press the pound key
4. It will then ask you to enter your participant ID number and press the pound key.
5. You are now connected to the meeting.

USING AN APPLE/ANDROID MOBILE DEVICE OR SMART PHONE

1. Download the Zoom application through the Apple Store or Google Play Store (the application is free).
2. Once download is complete, open the Zoom app.
3. Tap "Join a Meeting"
4. Enter the Meeting ID number
5. Enter your name. It is imperative that you put in your first and last name, as participants and attendees should be able to easily identify who is communicating during the meeting.
6. Tap "Join Meeting"
7. Tap "Join Audio" on the bottom left hand corner of your device
8. You may select either ONE of two options: "Call via Device Audio" or "Dial in"

DIAL IN

1. If you select "Dial in", you will be prompted to select a toll-free number to call into.
2. Select a phone number based on your current location for better overall call quality.

+1 669-900-9128 (San Jose, CA)	+1 253-215-8782 (Houston, TX)
+1 346-248-7799 (Chicago, IL)	+1 301-715-8592 (New York, NY)
+1 312-626-6799 (Seattle, WA)	+1 646-558-8656 (Maryland)
3. The phone will automatically dial the number, and input the Webinar Meeting ID No. and your Password.
4. Do not hang up the call, and return to the Zoom app
5. You are now connected to the meeting.

Presenting Public Comment

Receipt of Public Comment – the Chair will ask for comments from the public on all items. Limit your comment to 3 minutes but the Chair could decide to set the time for 2 minutes.

- (a) Computer Audio Connection: Select the "raised hand" icon. When you are called on to speak, please identify yourself.
- (b) Phone audio connection **with** computer to view meeting: Select the "raised hand" icon. When you are called on to speak, please identify yourself.
- (c) Phone audio connection only: Press *9. Wait for the clerk to unmute your phone and then identify yourself and provide your comment. Press *9 to end the call.

Submit Written Comments

If you are unable to participate via telephone or computer to present oral comments, you may also submit your comments by e-mailing them to comments@mpwmd.net with one of the following subject lines "PUBLIC COMMENT ITEM #" (insert the item number relevant to your comment) or "PUBLIC COMMENT – ORAL COMMUNICATIONS". Comments must be received by 12:00 p.m. on March 15, 2021. Comments submitted by noon will be provided to the Board of Directors and compiled as part of the record of the meeting.

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