



**TRABUCO CANYON WATER DISTRICT  
FINANCE/AUDIT COMMITTEE MEETING RECAP | SEPTEMBER 14, 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 September 14, 2022 Finance/Audit Committee Meeting to order at 1:03 p.m.

**VISITOR PARTICIPATION**

No visitor participation was received.

**ORAL COMMUNICATION**

No oral communication was received.

**COMMITTEE MEMBER COMMENTS**

There were no comments received.

**REPORT FROM THE GENERAL MANAGER**

Mr. Paludi reported the OC Water Summit is scheduled for Friday, September 16<sup>th</sup> at Disney's Grand Californian hotel in Anaheim.

**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 August 10, 2022 Finance/Audit Committee Meeting Recap(s) and recommended that the Board receive and file the same (Consent Calendar).

**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.

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**RECOMMENDED ACTION:**

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

**ITEM 3: OTHER MATTERS**

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Mr. Paludi provided a brief status update on the rate study development process, and he mentioned that District staff and consultant will schedule a financial plan workshop in early 2023.

**RECOMMENDED ACTION:**

There was no action taken.

**ITEM 4: FINANCIAL REPORT**

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Ms. Warner presented the preliminary unaudited financials for July 2022, and she highlighted the following items:

***Operating Revenue, Water Commodity Sales***

Ms. Warner reported that this line item was higher than the year to date due to the current warmer weather conditions.

***Operating Revenue, Baker Treatment Plant Sales***

Ms. Warner reported that this line item was at budget for year to date.

***Operating Revenue, Reclaimed Water Sales***

Ms. Warner reported that water demand for the month was significantly higher than the year to date due to increased demand.

***Operating Revenue, Recycled Water Sales***

Ms. Warner reported that water demand for the month was significantly higher than the year to date due to increased demand.

***Operating Expense, Source of Supply***

Ms. Warner reported that this line item was higher than budget due to increased costs for water purchases due to warmer weather conditions.

***Operating Expense, CalPERS UAL Minimum***

Ms. Warner reported that this line item was at the annual budget as the CalPERS UAL was paid in full for the year.

Discussion occurred concerning the status of the Golf Club Sewer Lift Station surge tank replacement project and the utilization of funds from the short-term loan acquired in Fiscal Year 2021-2022 for capital improvement projects.

**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 September 14, 2022 as presented (Consent Calendar).

**ADJOURNMENT**

Director Mandich adjourned the September 14, 2022 Finance/Audit Committee Meeting at 1:16 p.m.