

**AGENDA**

**SANTA MARGARITA WATER DISTRICT**

**BOARD OF DIRECTORS**

**SPECIAL MEETING**

**JUNE 7, 2014**

**8:00 A.M.-12:00 (Noon)**

**CHIQUITA WATER RECLAMATION PLANT**

**28793 ORTEGA HIGHWAY, SAN JUAN CAPISTRANO,**  
**CALIFORNIA**

*Upon request, this agenda will be made available in appropriate alternative formats to persons with disabilities, as required by Section 202 of the Americans with Disabilities Act of 1990. Any person with a disability who requires a modification or accommodation in order to participate in a meeting should direct such request to Joyce Crosthwaite, Secretary, Board of Directors, at (949) 459-6507 at least 48 hours before the meeting if possible.*

**NOTE:** This agenda includes new items or items continued from either the Engineering or Finance Committee Meetings held previously this month. All Agenda items previously discussed at Engineering or Finance Meetings will not be reconsidered unless requested by a member of the public or Board member.

**ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS**  
**PRIOR TO MEETING**

Pursuant to Government Code section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available for public inspection in the lobby of the District's business office located at 26111 Antonio Parkway, Rancho Santa Margarita, California 92688, during regular business hours. When practical, these public records will also be made available on the District's Internet Web Site, accessible at <http://www.smwd.com>.

President, Sandra F. Jacobs  
Vice President, Betty Olson  
Treasurer, Charley Wilson  
Engineering Chair, Charles T. Gibson  
Director, Justin McCusker  
General Manager, Daniel R. Ferons

1. **PLEDGE OF ALLEGIANCE**

2. **PUBLIC FORUM**

*Persons wishing to address the Board of Directors on matters not listed on the Agenda may do so at this time. "Request To Be Heard" forms are available at the entrance to the Board Room. Comments are limited to three minutes, unless further time is granted by the Presiding Officer. Please submit the form to the Recording Secretary prior to the beginning of the meeting. Those wishing to address the Board of Directors on any item listed on the Agenda should submit a "Request To Be Heard" form to the Recording Secretary before the Presiding Officer announces that agenda item. Your name will be called to speak at that time.*

3. **BOARD WORKSHOP**

- |   |                   |
|---|-------------------|
| 1. Call to Order  | Saundra F. Jacobs |
| 2. Overview   | Dan Ferons        |
| 3. Review Agenda, Discussion Guidelines and<br>Desired Outcomes | Sharon Browning   |
| 4. Reserve Survey Results                                       | Nancy Trujillo    |
| 5. Reserves Policy Exercise and Discussion                      | All               |

Conclusions regarding:

- *What categories of reserves will we fund?*
- *What amount/percentage of money from current reserves will we allocate to each category of reserves?*

Discussion regarding:

- *What should be the District's future contribution to each preferred reserve category?*

- |  |                |
|--|----------------|
| 6. Investment Survey Results                 | Nancy Trujillo |
| 7. Investment Policy Exercise and Discussion | All            |

Conclusions regarding:

- *What level of risk for the District's investments will the Board authorize?*
- *What percentage of the available funds will be assigned to authorized investments and risk levels?*
- *Will the District expend funds seeking to change State law to allow for different investments?*

Discussion regarding:

- *Should the District establish a pension trust?*
- *If yes, what should be the investment types and level of risk?*

8. Next Steps: