

**REGULAR MEETING OF THE BOARD OF DIRECTORS,
THE EXECUTIVE COMMITTEE, AND THE USER COMMITTEE**

JANUARY 18, 2022

A. CALL TO ORDER

The Board of Directors, Executive and User Committees convened in a regular joint meeting on January 18, 2022 at 2:01PM by teleconference.

B. ROLL CALL

Present: Mayor Hildy Stern, City of Manhattan Beach
Mayor Pro Tem Rodney Tanaka, City of Gardena
Councilmember Alex Monteiro, City of Hawthorne
City Manager Clint Osorio, City of Gardena
City Manager Bruce Moe, City of Manhattan Beach
Chief Mike Ishii, Hawthorne Police Department
Chief Mike Saffell, Gardena Police Department
Chief Mike Lang, Manhattan Beach Fire Department
Chief Derrick Abell, Manhattan Beach Police Department

Also Present: Chief Ken Powell, Culver City Fire Department
Shannon Kauffman, Operations Manager
Jennifer Petrusis, Richards Gershon Watson
Laura Kalty, Liebert Cassidy Whitmore
Vanessa Alfaro, Finance & Performance Audit Manager
Mary Beth Redding, Bartel Associates
Kateryna Doroshenko, Bartel Associates
Ross Klun, Executive Director

C. PUBLIC DISCUSSION

None.

D. EXECUTIVE COMMITTEE CONSENT CALENDAR

Motion: Vice-Chair Moe moved to approve Consent Calendar Items #1-3. The motion was seconded by Chief Ishii and passed by unanimous voice vote.

1. Minutes from November 16, 2021
APPROVE
2. Check Register - December 2021
RECEIVE AND FILE
3. AB 361 Findings for Special Brown Act Requirements for Teleconference Meetings
MAKE FINDINGS PURSUANT TO AB 361

E. ITEMS REMOVED FROM THE CONSENT CALENDAR

None.

F. EXECUTIVE COMMITTEE GENERAL BUSINESS

1. Fiscal Year 2020-2021 Annual Financial Report
RECEIVE AND FILE

Mr. Klun provided summary of the staff report for the FY 2020-2021 Annual Financial report.

Motion: Chief Ishii moved to receive and file the Fiscal Year 2020-2021 Annual Financial Report. The motion was seconded by Vice-Chair Moe and passed by voice vote.

2. FY22 Payment of the Actuarially Determined Net Trust Contribution to the Authority's Section 115 Trust for Other Post-Employment Benefits in the amount of ~~\$192,692~~ **\$192,679**
RECOMMEND THE BOARD OF DIRECTORS APPROPRIATE FUNDS FROM THE ENTERPRISE FUND AND APPROVE THE PAYMENT

Chair Osorio discussed the initial funding of \$250,000. Finance Manager Alfaro recapped how the board previously delegated investment strategy selection to the Authority Treasurer, whom elected CERBT Strategy 2. Vice-Chair Moe recommended to have consulted the Authority's Treasurer. Chair Osorio would like to see how the trust investments perform over time and suggested that a funding strategy could involve making the entire contribution to the trust and at the end of the year, reimburse pay-as-you-go costs to maximize interest earnings. Finance Manager Alfaro clarified that the initial OPEB reserve was an earmarked amount for OPEB in the Enterprise Fund until June 2021 when it was transferred to the OPEB trust, thus only six months of investment earnings available. Ms. Redding commented that Chair Osorio's strategy could earn additional interest but some years may lose; long run should be positive.

Motion: Vice-Chair Moe moved to recommend to the Board of Directors to approve payment and appropriate funds from the Enterprise Fund. The motion was seconded by Chief Ishii and passed by voice vote.

3. FY22 Additional Discretionary Payment in the amount of \$281,864 towards Authority's CalPERS Pension Unfunded Actuarial Liability
RECOMMEND THE BOARD OF DIRECTORS APPROPRIATE FUNDS FROM THE ENTERPRISE FUND AND APPROVE THE PAYMENT

Chair Osorio inquired after which base the ADP would be paying down or off. Finance Manager Alfaro confirmed two bases were selected by working with designated CalPERS actuary.

Motion: Vice-Chair Moe moved to approve and appropriate funds from the Enterprise Fund. The motion was seconded by Chair Osorio and passed by voice vote.

G. BOARD OF DIRECTORS CONSENT CALENDAR

Motion: Mayor Stern moved to approve Consent Calendar, Items #1-4. The motion was seconded by Vice-Chair Tanaka and passed by voice vote.

1. Minutes from September 21, 2021
APPROVE
2. AB 361 Findings for Special Brown Act Requirements for Teleconference Meetings
MAKE FINDINGS PURSUANT TO AB 361
3. FY22 Payment of the Actuarially Determined Net Trust Contribution to the Authority's Section 115 Trust for Other Post-Employment Benefits in the amount of ~~\$192,692~~ **\$192,679**
APPROPRIATE FUNDS FROM THE ENTERPRISE FUND AND APPROVE THE PAYMENT
4. FY22 Additional Discretionary Payment in the amount of \$281,864 towards Authority's CalPERS Pension Unfunded Actuarial Liability
APPROPRIATE FUNDS FROM THE ENTERPRISE FUND AND APPROVE THE PAYMENT

H. ITEMS REMOVED FROM THE CONSENT CALENDAR

None.

I. BOARD OF DIRECTORS GENERAL BUSINESS

1. Fiscal Year 2021-2022 Mid-Year Budget Report

RECEIVE AND FILE

Mr. Klun summarized the report on the Mid-Year Budget for fiscal year 2021-2022. Vice-Chair Moe expressed frustration with Mark43 for the past four years with no progress. Chair Monteiro requested more detailed information and recommendations at the next meeting.

J. USER COMMITTEE GENERAL BUSINESS

1. AB 361 Findings for Special Brown Act Requirements for Teleconference Meetings
MAKE FINDINGS PURSUANT TO AB 361

Motion: Chief Lang moved to approve AB362 Findings for Special Brown Act Requirements for teleconference meetings. The motion was seconded by Chief Ishii and passed by voice vote.

2. Minutes from September 21, 2021
APPROVE

Motion: Chief Ishii moved to approve the minutes from September 21, 2021. The motion was seconded by Chief Abell and passed by voice vote.

K. BOARD OF DIRECTORS, EXECUTIVE AND USER COMMITTEES' COMMENTS

None.

L. EXECUTIVE COMMITTEE CLOSED SESSION AGENDA

The Executive Committee entered into closed session at 2:55PM to discuss the following items.

1. CONFERENCE WITH LABOR NEGOTIATOR
Pursuant to Government Code Section 54957.6

Agency Designated Representative: Executive Director and Liebert, Cassidy, Whitmore
Employee Organization: The California Teamsters Public, Professional and Medical Employees Union Local 911

2. CONFERENCE WITH LABOR NEGOTIATOR
Pursuant to Government Code Section 54957.6

Agency Designated Representative: Executive Director and Liebert, Cassidy, Whitmore
Employee Organization: The Communication Workers of America

The Executive Committee returned from closed session at 3:31PM with no actions taken.

M. ADJOURNMENT

The meeting adjourned at 3:31PM.