

**LAS VEGAS VALLEY WATER DISTRICT
BOARD OF DIRECTORS MEETING
OCTOBER 6, 2020
MINUTES**

CALL TO ORDER 9:00 a.m., Commission Chambers, Clark County Government Center,
500 South Grand Central Parkway, Las Vegas, Nevada

DIRECTORS PRESENT: Marilyn Kirkpatrick, President
Jim Gibson, Vice President
Larry Brown
Justin Jones
Michael Naft
Tick Segerblom
Lawrence Weekly

STAFF PRESENT John Entsminger, Doa Ross, Greg Walch, Dave Johnson, Kevin Bethel

Unless otherwise indicated, all members present voted in the affirmative.

COMMENTS BY THE GENERAL PUBLIC

For full public comment, visit www.lvwwd.com/apps/agenda/lvwwd/index.cfm

Robert Taras provided public comment and expressed concern about the violent nature of the Southern Nevada Water Authority's conservation compliance television advertising.

Ed Uehling agreed with the previous public comment. He also expressed concern about the amount of the District's financial debt. His supporting material, which he provided to the Board, is attached to these minutes.

ITEM NO.

1. Approval of Agenda & Minutes

FINAL ACTION: A motion was made by Director Brown to approve the agenda and the minutes from the regular meeting of September 1, 2020. The motion was approved.

CONSENT AGENDA Items 2 – 4 are routine and can be taken in one motion unless a Director requests that an item be taken separately.

- 2. Approve and authorize the President to sign an amendment to the Self-Funded Group Medical and Dental Benefits Plan among Clark County, the Clark County Water Reclamation District, the University Medical Center of Southern Nevada, the Las Vegas Convention and Visitor Authority, the Las Vegas Valley Water District, the Clark County Regional Flood Control District, the Regional Transportation Commission of Southern Nevada, the Southern Nevada Health District, the Henderson District of Public Libraries, the Mount Charleston Fire Protection District, the Las Vegas Metropolitan Police Department and the Moapa Valley Fire Protection District adopting an amended Self-Funded Group Medical and Dental Benefits Plan, effective January 1, 2021.**
- 3. Approve and authorize the President to sign an amendment to the Interlocal Agreement among Clark County, the Clark County Water Reclamation District, the University Medical Center of Southern Nevada, the Las Vegas Convention and Visitors Authority, the Las Vegas Valley Water District, the Clark County Regional Flood Control District, the Regional Transportation Commission of Southern Nevada, the Southern Nevada Health District, the Henderson District Public Libraries, the Mount Charleston Fire Protection District, the Las Vegas Metropolitan Police Department and the Moapa Valley Fire Protection District establishing the rates for the Self-Funded Group Medical and Dental Benefits Plan, effective January 1, 2021.**
- 4. Approve an amendment to the contract with Health Plan of Nevada, Inc., to provide health maintenance organization services to District employees.**

FINAL ACTION: A motion was made by Vice President Gibson to approve staff's recommendations. The motion was approved.

BUSINESS AGENDA

Items 5-7 were taken in one motion.

5. **Approve and authorize the General Manager to sign an agreement between The Howard Hughes Company, LLC, and the District for construction of the 4125 Zone North Reservoir.**
6. **Approve and authorize the General Manager to sign an agreement between The Howard Hughes Company, LLC, and the District for construction of the 4125 Zone Pumping Station.**
7. **Approve and authorize the General Manager to sign an agreement between The Howard Hughes Company, LLC, and the District for design and construction of the 3665 Zone North Pipeline Phase III.**

FINAL ACTION: A motion was made by Director Jones to approve staff's recommendations for item numbers 5, 6 and 7. Director Brown disclosed that he is employed by the Las Vegas Aviators, who is owned by the Howard Hughes Corporation, and will still vote on these items. The motion was approved.

8. **Approve and adopt a resolution concerning the refinancing of water projects, making a finding that no increase in the rate of an ad valorem tax is anticipated with respect to the issuance of General Obligation (Limited Tax) (Additionally Secured by SNWA Pledged Revenues) Refunding Bonds, in the maximum aggregate principal amount of \$534,705,000, in one or more series to refinance all or any portion of the Bonds, and requesting that the Clark County Debt Management Commission approve the finding.**

President Kirkpatrick asked staff to compile a list of all outstanding refinance issuances for both the District and the Southern Nevada Water Authority for the upcoming Debt Management Commission meeting.

FINAL ACTION: A motion was made by Vice President Gibson to adopt the resolution. The motion was approved.

9. **Approve and adopt a resolution concerning the refinancing of water projects, making a finding that no increase in the rate of an ad valorem tax is anticipated with respect to the issuance of General Obligation (Limited Tax) (Additionally Secured by Pledged Revenues) Refunding Bonds, in the maximum aggregate principal amount of \$82,610,000, in one or more series to refinance all or any portion of the Bonds, and requesting that the Clark County Debt Management Commission approve the finding.**

FINAL ACTION: A motion was made by Director Naft to adopt the resolution. The motion was approved.

COMMENTS BY THE GENERAL PUBLIC

Margaret Ann Coleman spoke about water quality issues.

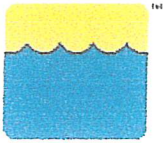
Ed Uehling expressed gratitude for the clarification on the refinancing of water projects.

Adjournment

There being no further business to come before the board, the meeting adjourned at 9:18 a.m.

Copies of all original agenda items and minutes, including all attachments, are on file in the General Manager's office at the Las Vegas Valley Water District, 1001 South Valley View Boulevard, Las Vegas, Nevada.

Las Vegas Valley Water District
Operating and Capital Budget
General Manager's Information Report
Fiscal Year Ending June 30, 2021



Budget Summary
(\$ in millions)

	Actual 2018-19	Budget 2019-20	Budget 2020-21	Budget-to-Budget Variance	
				\$	%
Sources					
Tiered Consumption	\$ 270.6	\$ 300.5	\$ 276.7	\$ (23.8)	-8%
Service Charge	70.6	73.6	76.9	3.3	5%
Backflow Charge	11.9	11.9	12.2	0.3	2%
Reclaimed Water	7.0	7.5	6.9	(0.6)	-8%
Other Water Bill Charges	8.3	7.6	9.7	2.1	27%
Facilities Connection Charge	18.2	16.7	4.3	(12.4)	-74%
Application & Inspection Fees	3.1	2.8	0.7	(2.1)	-74%
Investment Income	19.0	4.7	6.0	1.3	28%
Springs Preserve	3.0	3.1	3.1	0.0	1%
Other Sources	2.8	-	-	-	
Subtotal	414.5	428.4	396.5	(31.9)	-7%
Debt Issuance Proceeds	7.6	3.7	100.0	96.3	
LVVWD Sources	422.1	432.1	496.5	64.4	15%
Uses					
Purchased Water	91.5	100.9	97.1	(3.8)	-4%
Energy	9.1	10.1	10.0	(0.0)	0%
Payroll & Related	129.9	150.0	155.8	5.8	4%
Operating Expenses	40.5	67.4	67.3	(0.1)	0%
Capital Expenditures	87.4	133.4	147.6	14.3	11%
Debt Service	68.4	70.5	76.3	5.9	8%
LVVWD Uses	426.7	532.1	554.1	22.0	4%
LVVWD Net Surplus/(Deficit)	\$ (4.6)	\$ (100.0)	\$ (57.6)	\$ 42.4	
SNWA Charges					
Infrastructure Charge	\$ 117.0	\$ 115.8	\$ 120.3	\$ 4.4	4%
Commodity Charge	49.8	51.3	47.8	(3.5)	-7%
Connection Charge	46.5	43.5	11.1	(32.4)	-74%
Reliability Surcharge	4.1	4.2	3.9	(0.3)	-7%
SNWA Charges	\$ 217.3	\$ 214.9	\$ 183.1	\$ (31.8)	-15%
Total Sources	\$ 639.5	\$ 647.0	\$ 679.6	\$ 32.6	5%
Total Uses	644.0	747.0	737.2	(9.8)	-1%
Total Net Surplus/(Deficit)	\$ (4.6)	\$ (100.0)	\$ (57.6)	\$ 42.4	

Understated Deficit

Sources.

The 2020-21 Budget Plan's total sources of funds are projected to be \$679.6 million, or a

5 percent increase as compared to the 2019-10 Adopted Budget Plan. The increase is largely due to the LVVWD's planned \$100 million new money debt issuance.

Real Deficit
~~\$ (57.6)~~