



Las Vegas Valley Water District, Nevada OPEB Trust Board of Trustees

Special Meeting
April 22, 2021
10:00 AM

Board of Trustees
John J. Entsminger
Kevin Bethel
Charles Scott

Date Posted: April 15, 2021

Pursuant to Governor Sisolak's Emergency Directive 006,
Section 1, there will be no physical location for the meeting.
The meeting can be listened to by dialing 1-323-776-6758,
Conference ID 516 021 011#

The Las Vegas Valley Water District makes reasonable efforts to assist and accommodate persons with physical disabilities who desire to attend the meeting. For assistance, call Jason Bailey at (702) 258-3277 at least 24 hours prior to the meeting.

THIS MEETING HAS BEEN PROPERLY NOTICED AND POSTED IN THE FOLLOWING LOCATIONS:

LAS VEGAS VALLEY WATER DISTRICT
1001 S. Valley View Boulevard
Las Vegas, Nevada

CLARK COUNTY GOVERNMENT CENTER
500 S. Grand Central Parkway
Las Vegas, Nevada

REGIONAL JUSTICE CENTER
200 Lewis Avenue
Las Vegas, Nevada

All items listed on this agenda are for action by the Board of Trustees of the Las Vegas Valley Water District, Nevada OPEB Trust ("Board of Trustees"). Items may be taken out of order. The Board of Trustees may combine two or more agenda items for consideration, and/or remove an item from the agenda or delay discussions relating to an item on the agenda at any time.

COMMENTS BY THE GENERAL PUBLIC

NO ACTION MAY BE TAKEN: This is the period devoted to comments by the general public pertaining to items on this agenda. If you wish to speak to the Board of Trustees about items within its jurisdiction, but not appearing on this agenda, you must wait until the "Comments by the General Public" period listed at the end of this agenda. Please limit your comments to three minutes or less.

ITEM NO.

1. *For Possible Action:* Approve the agenda with the inclusion of any emergency items and/or deletion of items, and approve the minutes of the Board of Trustees meeting of December 3, 2020.
2. *For Possible Action:* Receive a presentation on the OPEB Trust Fund and direct staff as appropriate.

COMMENTS BY THE GENERAL PUBLIC

NO ACTION MAY BE TAKEN: At this time, the Board of Trustees will hear general comments from the public on matters under the jurisdiction of the subcommittee. Please limit your comments to three minutes or less.

**LAS VEGAS VALLEY WATER DISTRICT
NEVADA OPEB TRUST
SPECIAL MEETING
DECEMBER 3, 2020
MINUTES**

CALL TO ORDER 10:00 a.m.
Meeting conducted virtually via Microsoft Teams

TRUSTEES PRESENT John Entsminger
Kevin Bethel
Charles Scott

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

COMMENTS BY THE GENERAL PUBLIC

Ed Uehling advised that he provided written comments and asked that they be attached to these minutes. He voiced concern that two of the trustees are current employees and suggested that Mr. Entsminger and Mr. Bethel not be allowed to vote.

ITEM NO.

1. *For Possible Action:* Approve agenda with inclusion of any emergency items and/or deletion of items.

FINAL ACTION: A motion was made by Charles Scott to approve the agenda for this meeting and the minutes of the Board of Trustees meeting of April 23, 2019. The motion was approved.

2. *For Possible Action:* Receive a presentation on the Las Vegas Valley Water District, Nevada OPEB Trust Fund and direct staff as appropriate.

Kevin Bethel, Chief Financial Officer, gave an overview of the Other Post-Employment Benefits Trust, including its establishment, funding, and performance. No direction was given to staff. The presentation is attached to these minutes.

FINAL ACTION: A motion was made by John Entsminger to accept the presentation. The motion was approved.

COMMENTS BY THE GENERAL PUBLIC

Ed Uehling questioned whether any benefits had been paid out to retirees.

Adjournment

There being no further business to come before the subcommittee, the meeting adjourned at 10:18 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.

December 3, 2020

To: OPEB Chairman, John Entsminger

From: Ed Uehling, ed.uehling@yahoo.com

Re: Items 1 and 2 of agenda

If there are two words that already describe the Las Vegas Valley Water District (and its little sister agency, the Southern Nevada Water Authority that it "manages"), those words would either be "irredeemably corrupt" "totally unsustainable", but the items on this agenda take its corruption and unsustainability to a whole new level:

- As if it weren't enough that the two agencies, being "managed" by you, Mr. Entsminger, are running combined deficits of \$150 million per year and that these deficits are caused primarily by the excessive personnel and debt servicing costs, you are voting on a measure that benefits you directly and adds an additional \$30 million burden to the users of water, who are even allowed to attend this meeting except by phone, according to your posted agenda.
- As you know, the Board of the District put its stamp of approval two days ago on documents which demonstrate that current employee compensation has doubled in the last 10 years to its current level of \$180,000 per employee and which laid the track for another doubling during the next 10 years to \$360,000.
- Of course, your stake in current employee benefits and retirement benefits is much higher than these averages, while at the same time average wages of water customers has actually decreased during the past 10 years and are on pace for dropping even more this fiscal year and next..
- You will achieve these outrages by increasing water charges to people who are making 15% of what the average compensation for your bloated workforce is and by adding \$3.2 billion to the debt water users will owe.
- I request that you and Mr. Bethel, as personal beneficiaries of this theft, abstain from taking any action, including voting.

And today you are going to vote to take another \$30 million from beleaguered water users to benefit yourself and your staff.

You are clearly redefining the concepts of "public service" in ways I never heard articulated in my studies for a master's degree in public administration (MPA 1969, BYU).

Please attach this correspondence to the minutes of today's meeting.

Las Vegas Valley Water District
NEVADA OPEB TRUST BOARD OF TRUSTEES
April 22, 2021

Other Post-Employment Benefits (OPEB) Trust

OPEB Plan

- Under the OPEB Plan, employees who retire directly from the District are eligible for continued health benefits through Clark County, Nevada, the District's insurance provider.
- For retirees who retire with pension benefits unreduced for early retirement, the District pays the full premium for retirees and 85% of the premium for their dependents until the retirees are eligible for Medicare or reach age 65.
- When the retirees are eligible for Medicare, or at 65, the retirees may continue coverage but must pay 100% of the premium.
- Retirees who retire early with reduced pension benefits can stay enrolled but would pay the full premium that Clark County charges.

OPEB Trust

- The OPEB Trust was established in March 2019 in accordance with NRS 287.017, which authorized local governments to create an irrevocable trust fund to help fund retiree health benefits.
- The LVVWD Board of Directors approved an initial contribution of up to \$30 million, of which staff has contributed \$20 million.
- 87% of investments are invested with the Nevada Retirement Benefits Investment Trust, as approved by NRS and the Board of Trustees; the remainder is in cash equivalents
- As of June 30, 2020, OPEB liabilities were funded at 64% of projected OPEB liability

Summary Net Position

	<u>December 31, 2020</u>	<u>June 30, 2020</u>
ASSETS		
Cash and cash equivalents	\$ 2,626,348	\$ 2,626,042
Nevada Retirement Benefits Investment Trust	20,535,192	18,249,185
Total cash and investments	<u>23,161,540</u>	<u>20,875,227</u>
 TOTAL ASSETS	 23,161,540	 20,875,227
 TOTAL LIABILITIES	 <u>-</u>	 <u>-</u>
 NET POSITION RESTRICTED FOR POST-EMPLOYMENT BENEFITS	 \$ 23,161,540	 \$ 20,875,227

Nevada RBIF Performance

Retirement Benefits Investment Fund December 31, 2020 Performance									
Asset Class	Market Value	Target Allocation	Actual Allocation	FYTD Return	One Year	3 Years	5 Years	10 Years	Since Inception (2008)
U.S. Stocks – S&P 500 Index	\$361,818,395	50.5%	51.4%	22.1%	18.3%	14.1%	15.2%	13.9%	10.4%
Market Return				22.2%	18.4%	14.2%	15.2%	13.9%	10.4%
Int'l Stocks – MSCI World x US Index	\$156,056,261	21.5%	22.2%	21.5%	8.2%	4.6%	7.7%	5.8%	3.4%
Market Return				21.6%	7.6%	4.2%	7.4%	5.5%	3.3%
U.S. Bonds – U.S. Bond Index	\$184,507,674	28.0%	26.2%	0.2%	8.7%	5.4%	3.9%	3.6%	3.8%
Market Return				0.1%	8.6%	5.4%	3.9%	3.4%	3.6%
	\$1,218,058	0.0%	0.2%						
Total RBIF Fund	\$703,600,388	100.0%	100.0%	15.9%	15.1%	10.3%	10.8%	9.4%	7.5%
Market Return				15.7%	14.2%	9.9%	10.5%	9.2%	7.5%

OPEB Portfolio Summary – 12/31/2020

Cost vs Market Value

Market Value	\$23,773,554.26
Book Value	\$20,126,403.54
Variance	\$3,647,150.72

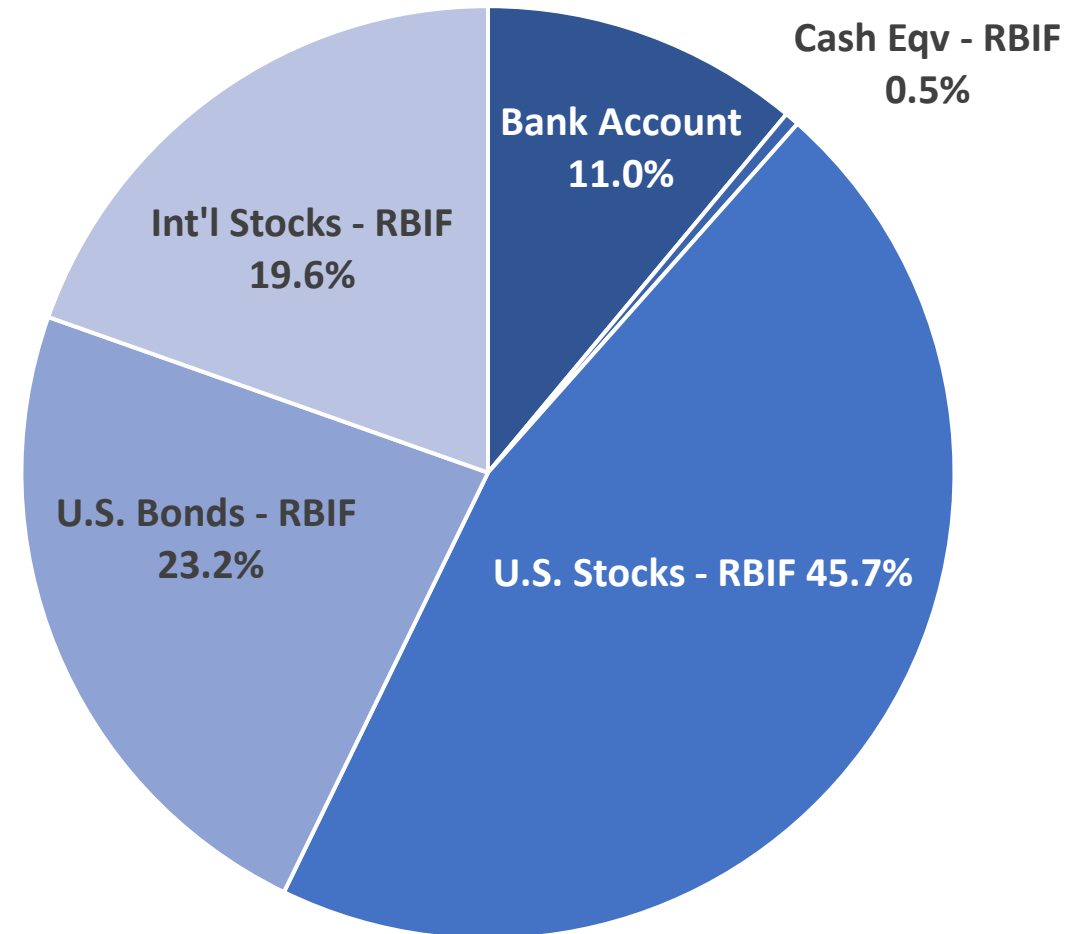
**Total Gain/Loss %
Since Inception** **18.12%**

**Annualized Return
Since Inception
(6/30/2019)** **11.69%**

RBIF Target Allocations

U.S Equity	49%
Int'l Equity	21%
U.S Bonds	30%

Total Asset Allocation



OPEB Contribution History - RBIF

Fiscal Year Contributions to RBIF (\$ in millions)				
Month	FY19	FY20	FY21	Total
Jul				
Aug		\$5.0		\$5.0
Sep		2.5		2.5
Oct		2.5		2.5
Nov		2.5		2.5
Dec		2.5		2.5
Jan				
Feb				
Mar				
Apr				
May				
Jun	\$2.5			2.5
Total	\$2.5	\$15.0	\$0.0	\$17.5



**LAS VEGAS VALLEY
WATER DISTRICT™**