

**MINUTES OF A REGULAR MEETING  
OF THE FINANCE COMMITTEE  
OF OLIVENHAIN MUNICIPAL WATER DISTRICT**

**May 13, 2024**

A regular meeting of the Finance Committee of Olivenhain Municipal Water District was held on Monday, May 13th, 2024, at the District office, 1966 Olivenhain Road, Encinitas, California via teleconference and in person.

Director Meyers called the meeting to order at 2:30pm. In attendance were Neal Meyers, Board Treasurer; Lawrence A. Watt, Board Secretary; Kimberly Thorner, General Manager; Rainy Selamat, Finance Manager; Leo Mendez, Accounting Supervisor; Jared Graffam, Financial Analyst II; Georgeanna Clark, Financial Analyst I.

1. CALL TO ORDER

2. ROLL CALL (BOARD MEMBERS)

3. ADOPTION OF THE AGENDA

Director Watt moved to adopt the agenda, seconded by Director Meyers, and carried unanimously.

4. PUBLIC COMMENTS

There were no public comments.

5. CONSIDER APPROVAL OF THE MINUTES OF THE APRIL 01, 2024 SPECIAL FINANCE COMMITTEE MEETING

Director Watt moved to approve the April 1st, 2024, meeting minutes, seconded by Director Meyers and carried unanimously.

6. REVIEW OF DISTRICT INVESTMENTS AND CASH REPORT FOR FIRST QUARTER 2024

Finance Manager Selamat reviewed the investment report as of March 31, 2024, with the committee. Cash and investments were discussed. Finance Manager Selamat reported that the current yield on the District's investment portfolio has increased slightly compared to the last quarter due to replacing matured securities with higher yields available in the market. Finance Manager Selamat reported that District

investments are in compliance with the District's Investment policy and that the District has sufficient funds to meet its financial obligations for the next 60 days.

Director Watt asked if the current balance of investments in the Districts portfolio is ideal, or if staff would like to make any changes. General Manager Thorner explained that some of the District's investments are held in long term securities that are under performing, and they will be replaced by higher return investments as they mature. Finance Manager Selamat added that the District's investment portfolio is currently heavily invested in short-term maturities to take advantage of higher yields compared to long-term options in the market due to the inverted yield curve. Finance Manager Selamat further stated that as the yield curve begins to shift back to favoring long-term investments, staff will begin replacing some of the District's short-term investments and upcoming maturities with long-term options to earn higher yields available in the market.

Finance Manager Selamat next presented the summary of fund balances over the previous five years. All fund balances were within the board approved maximum and minimum thresholds. Finance Manager Selamat explained the large fluctuations in the Wastewater Operating fund are caused by the timing of property tax revenues.

7. FUTURE AGENDA ITEMS/INFORMATION

There were no future agenda items requested.

8. ADJOURNMENT

The meeting was adjourned at 2:52pm.