

**RESOLUTION NO. 2018-04**

**AUTHORIZING THE TRANSFER OF \$1,500,000  
FROM MPWD CASH RESERVES  
TO THE MPWD PARS OPEB (OTHER POST-EMPLOYMENT BENEFITS) TRUST  
ACCOUNT UNDER THE PARS PUBLIC AGENCIES  
POST-EMPLOYMENT BENEFITS TRUST**

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**MID-PENINSULA WATER DISTRICT**

**WHEREAS**, pursuant to Resolution No. 2018-02, the Mid-Peninsula Water District ("District") adopted a revised policy concerning the maintenance and expenditure of the District's cash reserve funds to ensure that sufficient resources are available to meet the District's operating and capital obligations; and

**WHEREAS**, staff and the Board of Directors have held discussions pertaining to the adoption of a new cash reserve policy, including options for transfer of cash reserves in excess of the established target, which discussions were held at the October 26, 2017, November 15, 2017 and January 11, 2018 Board meetings; and

**WHEREAS**, the District is currently participating in the Public Agencies Retirement Services (PARS) Post-Retirement Health Care Plan Trust for the pre-funding of its retiree health benefits and other post-employment benefits other than pension benefits ("OPEB"); and

**WHEREAS**, PARS has made available the Public Agencies Post-Employment Benefits Trust (the "Program") for the purpose of combining assets used to pre-fund pension obligations and/or OPEB obligations as specified in the District's plans, policies and/or applicable collective labor bargaining agreements; and

**WHEREAS**, pursuant to Resolution No. 2018-03, the District adopted the "Program" to be used to manage its pension and OPEB obligations under a single trust; and

**WHEREAS**, staff recommended the Board of Directors authorize the transfer of \$1,500,000 from District cash reserves to the District's OPEB Account under the Program, which would fully fund the District's OPEB liability of \$2,400,000, as estimated by the 2015 MPWD GASB 45 OPEB actuarial report, and further advance the District's commitment to fiscal responsibility and prudent financial planning, as reflected in the revised cash reserve maintenance and expenditure policy adopted by the District pursuant to Resolution No. 2018-02.

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of the Mid-Peninsula Water District that the transfer of \$1,500,000 from District cash reserves to the District's PARS OPEB Account under the Program is hereby approved.

**REGULARLY PASSED AND ADOPTED** this 22nd day of February 2018.

AYES: Directors Stuebing, Zucca, Linville, Vella, <sup>Warden</sup> ~~Zucca~~

NOES: ☒

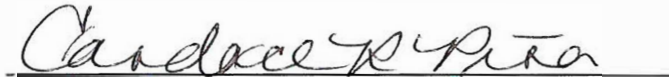
ABSTAINS: ☒

ABSENT: ☒



PRESIDENT

ATTEST:



SECRETARY OF THE BOARD