

**CALL AND NOTICE OF REGULAR
MEETING OF THE BOARD OF
DIRECTORS OF THE
CALLEGUAS – LAS VIRGENES PUBLIC FINANCING
AUTHORITY**

November 05, 2025

A Regular Meeting of the Board of Directors of the Calleguas – Las Virgenes Public Financing Authority is hereby called and notice of said Regular Meeting is hereby given for 3:30 p.m., on November 05, 2025 at Calleguas Municipal Water District, 2100 E Olsen Road, Thousand Oaks, California 91360 to consider the following:

**CALLEGUAS – LAS VIRGENES PUBLIC FINANCING
AUTHORITY BOARD OF DIRECTORS MEETING
AGENDA**

- A. CALL TO ORDER, PLEDGE OF ALLEGIANCE, AND ROLL CALL (3:30 p.m.)

BOARD OF DIRECTORS

Raul Avila, Chair
Andy Coradeschi, Vice Chair
Jacquelyn McMillan, Treasurer
Gary Burns, Secretary
Randy Levine (NEW)
Jay Lewitt
Leonard E. Polan
Scott H. Quady
Thibault Robert
Reddy Pakala (NEW)

- B. ORAL COMMUNICATION

MEMBERS OF THE PUBLIC MAY ADDRESS THE BOARD ON ITEMS THAT DO NOT APPEAR ON THE AGENDA AND ON ITEMS WITHIN THE JURISDICTION OF THE BOARD. NO ACTION SHALL BE TAKEN ON ANY ITEM NOT APPEARING ON THE AGENDA UNLESS AUTHORIZED BY SUBDIVISION (B) OF GOVERNMENT CODE SECTION 54954.2. THE PRESIDENT OF THE BOARD MAY LIMIT THE TIME AVAILABLE FOR EACH SUBJECT AND EACH SPEAKER.

To join via teleconference, please use the following Webinar ID:
<https://us06web.zoom.us/j/86933966202?pwd=AtCu7s7d1BH9jJ7rRcQUb7V8IKfGbQ.1>

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Please limit remarks to three minutes

C. REGULAR BUSINESS

1. Minutes: September 03, 2024

Action: *It is recommended that the Authority approve the meeting minutes of September 03, 2024 as presented.*

2. Adoption of Resolution No. 22, Resolution of the Board of Directors of the Calleguas-Las Virgenes Public Financing Authority Establishing the Time and Place of Regular Board Meetings

Action: *It is recommended that the Board of Directors adopt Resolution No. 22*

3. Report on Status of Funds

Action: *It is recommended that the Authority receive and file the Status Report from Calleguas MWD.*

4. Election of Officers and Appointment of Legal Counsel

Action: *It is recommended that the Authority elect a Chair, Vice Chair, Secretary, Treasurer (established by the Public Financing Authority Agreement, the Treasurer shall be a member of the Calleguas MWD Board of Directors), and appoint Legal Counsel*

D. OTHER BUSINESS

E. ADJOURNMENT

PURSUANT TO SECTION 202 OF THE AMERICANS WITH DISABILITIES ACT OF 1990 (42 U.S.C. SEC. 12132), AND APPLICABLE FEDERAL RULES AND REGULATIONS REQUESTS FOR DISABILITY-RELATED MODIFICATION OR ACCOMMODATION, INCLUDING AUXILIARY AIDS OR SERVICES, IN ORDER TO ATTEND OR PARTICIPATE IN A MEETING, SHOULD BE MADE TO THE SECRETARY OF THE BOARD IN ADVANCE OF THE MEETING TO ENSURE THE AVAILABILITY OF THE REQUESTED SERVICE OR ACCOMMODATION. NOTICES, AGENDAS AND PUBLIC DOCUMENTS RELATED TO THE BOARD MEETINGS CAN BE MADE AVAILABLE IN APPROPRIATE ALTERNATIVE FORMAT UPON REQUEST

CALLEGUAS – LAS VIRGENES PUBLIC FINANCING AUTHORITY
MINUTES – September 3, 2024

The Regular meeting of the Board of Directors of Calleguas – Las Virgenes Public Financing Authority (Authority) was held at Las Virgenes Municipal Water District, 4232 Las Virgenes Road, Calabasas, California, 91302, on Tuesday, September 3, 2024, at 8:36 a.m.

A. CALL TO ORDER, PLEDGE OF ALLEGIANCE, AND ROLL CALL

Chair Avila called the meeting to order at 8:36 a.m.

Raul Avila, Director with Calleguas Municipal Water District, led the Pledge of Allegiance.

Josie Guzman, Clerk of the Board to Las Virgenes, called roll.

Board Members Present: Raul Avila, Chair
 Charles Caspary
 Andy Coradeschi, Vice Chair
 Jay Lewitt
 Jacquelyn McMillan, Treasurer
 Leonard E. Polan
 Scott Quady
 Thibault Robert
 Andy Waters

Board Members Absent: Gary Burns, Secretary

Legal Counsel Present: Keith Lemieux, Aleshire & Wynder LLP, General Counsel to
 Las Virgenes and to the Authority
 Walter E. Wendelstein, Wendelstein Law Group PC,
 General Counsel to Calleguas
 Kevin Civale, Stradling Yocca Carlson & Rauth, Bond
 Counsel to Calleguas

Staff Present: Kristine McCaffrey, General Manager, Calleguas
 David W. Pedersen, General Manager, Las Virgenes
 Dan Smith, Manager of Finance, Calleguas
 Don Patterson, Director of Finance and Administration, Las
 Virgenes
 Josie Guzman, Clerk of the Board, Las Virgenes

B. ORAL COMMUNICATION

None.

C. REGULAR BUSINESS

1. Minutes: February 7, 2024

On a motion by Director Quady, seconded by Director Polan, the Board of Directors voted 9-0-1 to approve the minutes of February 7, 2024. Motion carried by the following roll call vote:

AYES: Directors Avila, Caspary, Coradeschi, Lewitt, McMillan, Polan, Quady, Robert, Waters

NOES: None

ABSENT: Director Burns

2. Adoption of Resolution No. 21

A RESOLUTION OF THE CALLEGUAS - LAS VIRGENES PUBLIC FINANCING AUTHORITY MAKING CERTAIN DETERMINATIONS WITH RESPECT TO THE OUTSTANDING CALLEGUAS - LAS VIRGENES PUBLIC FINANCING AUTHORITY WATER REVENUE BONDS 2010 SERIES B (CALLEGUAS MUNICIPAL WATER DISTRICT) (FEDERALLY TAXABLE – BUILD AMERICA BONDS); AUTHORIZING THE REDEMPTION OF SAID BONDS; AND AUTHORIZING EXECUTION OF ESCROW INSTRUCTIONS, AND PROVIDING OTHER MATTERS PROPERLY RELATING THERETO

Dan Smith, Calleguas's Manager of Finance, presented the report and PowerPoint presentation to redeem the Water Revenue Bonds 2010 Series B and authorize execution of escrow instructions. The PowerPoint presentation included the history and sequestration of Build America Bond (BAB), Pay-As-You-Go Act of 2010, and Congress's action to reduce the BAB subsidy by 8.7 percent in 2013 with further reductions anticipated. Mr. Smith stated that the BAB subsidy payments were currently reduced by 5.7 percent and Calleguas had lost \$1.36 million through these subsidy reductions and could lose another \$450,000 between now and 2030. He noted that Congress considered eliminating the BAB subsidy in 2022; however, Congress passed the Consolidated Appropriations Act in 2023 that protected the remaining BAB subsidy through 2025. He stated that the risk remained based on future federal budget conditions and the BAB subsidy at risk was more than \$12.4 million. He noted that, in November 2023, the U.S. Supreme Court confirmed that Congress had full authority to reduce or eliminate BAB payments through sequestration. He provided an update regarding the BAB current environment and

noted that BABs were generally structured with Extraordinary Optional Redemption (EOR) provisions that allow BABs to be redeemed at lower interest rates. He also noted that issuers began to redeem and refund their BABs beginning in 2013 based on the interpretation of EOR provisions and many issuers were pursuing BAB refinancing as a form of de-risking. He stated that Calleguas's outstanding balance in 2010 B Bonds was \$66,215,000. He reviewed the EOR language provisions defining circumstances and criteria and Calleguas's specific optional redemption language. He also reviewed the benefits and considerations to de-risk the bonds. He stated that next steps would include adoption of Resolution No. 21 determining that the conditions exist for the EOR and authorizing staff to take necessary actions to refinance the 2010 B Bonds; issue notification on the Electronic Municipal Market Access (EMMA) system to indicate Calleguas's intent to refinance the 2010 B Bonds; begin work on the Preliminary Official Statement and other bond documents; return to Calleguas's Board to approve bond documents; and determine the best timing to take refunding to market.

On a motion by Director Quady, seconded by Director Coradeschi, the Board of Directors voted 9-0-1 to adopt Resolution No. 21. Motion carried by the following roll call vote:

AYES: Directors Avila, Caspary, Coradeschi, Lewitt, McMillan, Polan, Quady, Robert, Waters

NOES: None

ABSENT: Director Burns

3. Report on Status of Funds

Dan Smith, Calleguas's Manager of Finance, presented Calleguas's annual status report on bond financing and noted that Calleguas was continuing to pay down the 2008 Series A Refunding Revenue Bonds and the 2010 Series B Build America Bonds. He stated that the 2010 Bonds were down to \$66 million as of September and Calleguas was continuing to make the required bond covenants. He noted that debt service was at 1.44 due to a decrease in water sales; however, debt service coverage could increase to 1.9 this year. He also noted that the report included \$1.7 million from the \$24.7 million revolving loan for the Crew Building addition and related improvements.

On a motion by Director Caspary, seconded by Director Robert, the Board of Directors voted 9-0-1 to receive and file Calleguas's annual status report on bond financing. Motion carried by the following roll call vote:

AYES: Directors Avila, Caspary, Coradeschi, Lewitt, McMillan, Polan, Quady, Robert, Waters

NOES: None

ABSENT: Director Burns

D. OTHER BUSINESS

Director Lewitt noted that Jim Green, formerly with the Metropolitan Water District of Southern California (MWD), would provide an overview of MWD's water system and Sepulveda Feeder Pumping Phase 2 Project during the Las Virgenes Municipal Water District Board Meeting immediately following this meeting. He invited the Calleguas Directors to stay for the presentation.

E. ADJOURNMENT

Chair Avila declared the meeting adjourned at 8:58 a.m.

Gary Burns, Secretary

RESOLUTION NO. 22

RESOLUTION OF THE BOARD OF DIRECTORS OF THE CALLEGUAS-LAS VIRGENES PUBLIC FINANCING AUTHORITY ESTABLISHING THE TIME AND PLACE OF REGULAR BOARD MEETINGS

WHEREAS, the Calleguas-Las Virgenes Public Financing Authority (the “Authority”) is formed under a Joint Exercise of Powers Agreement dated as of April 30, 1993, as amended (the “Joint Powers Agreement”), for the purpose of establishing an entity which is authorized to finance the acquisition and construction of certain capital improvements for the Calleguas Municipal Water District (“Calleguas”) and the Las Virgenes Municipal Water District (“Las Virgenes”); and

WHEREAS, under Section 2.04(a) of the Joint Powers Agreement, the Board of Directors of the Authority, (the “Board”) is required to conduct a yearly regular meeting at such time and place as may be determined by the Board; and

WHEREAS, the Board initially established dates for regular meetings of the Board in Resolution No. 1, which was then superseded by Resolution No. 10; and

WHEREAS, the Board wishes at this time to provide greater flexibility for the conduct of regular meetings than allowed in Resolution No. 10, while also ensuring compliance with Government Code Section 6592.1 concerning the authorization of any bonds, issuance of bonds, or acceptance of the benefit of any bonds or proceeds of bonds.

NOW THEREFORE BE IT RESOLVED by the Board of Directors of the Calleguas-Las Virgenes Public Financing Authority as follows:

Section 1. Establishment of Regular Meeting Date(s). Regular meetings shall be scheduled on the first and third Tuesday of each month at 8:30 a.m. at the offices of Las Virgenes and on the first and third Wednesday of each month at 3:30 p.m. at the offices of Calleguas. Regular meetings shall also be scheduled on the second and fourth Thursday of each month at 4:30 p.m. at the offices of Las Virgenes or Calleguas. As provided in Section 2.04 of the Joint Powers Agreement, the time and place for regular meetings of the Board may be changed from time to time by resolution of the Board or by action of the Board duly recorded in the minutes.

Section 2. Conduct of Regular Meetings. Notice of a regular meeting shall be given in accordance with the provisions of the Ralph M. Brown Act of the State of California. A regular meeting of the Authority shall be deemed cancelled if the notice and agenda is not posted in accordance with the time requirements of the Ralph M. Brown Act. Meetings may be conducted by teleconference in accordance with the provisions of Government Code Section 54953.

Section 3. Adjournment of Regular Meetings. The Authority may adjourn any regular meeting to a time and place specified in an order of adjournment pursuant to Government Code Section 54955.

Section 4. Effect on Prior Resolution. This Resolution supersedes the provisions of Resolution No. 10, adopted by the Board on January 20, 2010. From and after the date of adoption of this Resolution, regular meetings of the Board shall be called in the manner set forth in this Resolution, and not in the manner set forth in Resolution No. 10.

Section 5. Effective Date. This Resolution shall take effect from and after the date of approval and adoption thereof.

PASSED AND ADOPTED by the Board of Directors of the Calleguas-Las Virgenes Public Financing Authority at a meeting held on the 5th day of November, 2025 by the following vote:

AYES:

NOES:

ABSTAIN:

By: _____
President, Board of Directors

ATTEST:

By: _____
Secretary, Board of Directors

RAUL AVILA, PRESIDENT
DIVISION 1

REDDY PAKALA, SECRETARY
DIVISION 3

SCOTT H. QUADY, DIRECTOR
DIVISION 2



THIBAUT ROBERT, VICE PRESIDENT
DIVISION 4

JACQUELYN MCMILLAN, TREASURER
DIVISION 5

KRISTINE MCCAFFREY
GENERAL MANAGER

To: Calleguas-Las Virgenes Public Financing Authority

From: Dan Smith, Manager of Finance, Calleguas Municipal Water District

Subject: Annual Status Report on Bond Financing

Date: November 5, 2025

The following bonds were issued by the Calleguas-Las Virgenes Public Financing Authority and paid by Calleguas Municipal Water District:

2008 Series A Refunding Revenue Bonds

In April 2008, the Authority issued Series A Variable Rate Refunding Revenue Bonds in the principal amount of \$40,300,000 to refund the 2007B Auction Rate Revenue Bonds, with the final payment due July 1, 2037. The Bonds are backed by a letter of credit from Wells Fargo in the amount \$36,550,000 and will expire in July 2028. The refunding of the 2007B Bonds has resulted in an interest savings of approximately \$27.7 million as of June 30, 2025.

2010 Series B Build America Bonds

In February 2010, the Authority issued Series B Revenue Bonds, in the principal amount of \$77,400,000 to fund Capital Improvements, with the final payment due July 1, 2040. The District receives a cash subsidy from the U.S. Treasury equal to 35% of the interest paid bi-annually. There is not a debt service reserve account requirement. These Bonds were refinanced to District Revenue Bonds in December 2024.

General Information

All bond covenants have been met, including principal and interest payments made on schedule. As of June 30, 2024 ^[1], the ratio of net operating income to debt service expense was 1.91^[2] compared to 1.40 on June 30, 2023. The District anticipates issuing new bonds in two to four years.

The District's credit rating issued by Standard & Poor (S&P), S&P Global Ratings has maintained its long-term rating of AA+ with a stable outlook.

Principal balance as of year ending June 30, 2023, June 30, 2024 and June 30, 2025 are as follows:

	<u>June 30, 2023</u>	<u>June 30, 2024</u>	<u>June 30, 2025</u>
2008 Series A	\$ 39,100,000	\$ 37,850,000	\$ 36,550,000
<u>2010 Series B</u>	<u>\$ 72,005,000</u>	<u>\$ 69,160,000</u>	<u>\$ -</u>
Total Principal:	\$ 111,105,000	\$ 107,010,000	\$ 36,550,000

[1] Source: Calleguas Municipal Water District Audited Financial Statements June 30, 2024.

[2] Calculation: Net Operating Revenues/Principal & Interest