

NIPOMO COMMUNITY SERVICES DISTRICT

MONDAY, APRIL 9, 2018

10:00 A.M.

SUMMARY NOTES

FINANCE AND AUDIT COMMITTEE

1. CALL TO ORDER, FLAG SALUTE AND ROLL CALL

Chairman Armstrong called the meeting to order at 10:00 a.m. Director Armstrong and Director Gaddis were present.

2. REVIEW ENGIE (FORMERLY OPTERRA) ENERGY SAVINGS PROPOSAL

Engie presented an updated Power Point presentation and answered questions from the Committee.

There were no public comments.

3. FINANCIAL ADVISORS REVIEW OF ENGIE ENERGY COMPANY PROPOSAL

Curt de Crinis of C.M. de Crinis & Co, Inc. and Clayton Tuckfeld of Tuckfield and Associates were on a conference call for this item. Mr. de Crinis reviewed his Memorandum regarding the financing proposal and the possible effects this could have on the District's future borrowing capabilities. Mr. Tuckfield reviewed his analysis of the net savings for the Automatic Meter Reading (AMR) portion of the Engie proposal.

Director Armstrong expressed his concerns about the proposal's assumptions and the cost of the project to the District customers. Director Gaddis also expressed his concerns and stated that the funding the Supplemental Water Project is the District's top priority.

Pam Wilson, NCSD Customer, expressed her agreement with the Committee.

At 11:12 a.m. the Committee took a recess and re-adjourned at 11:50 a.m.

4. LEGAL COUNSEL REVIEW OF ENGIE ENERGY COMPANY CONTRACT

Whitney McDonald, District Legal Counsel, gave a brief overview of her review of the Engie contract. She stated that the terms of the contract will need to be negotiated. Mr. Ashu Jain, of Engie, stated that the Engie is willing to negotiate.

There were no public comments.

The meeting was adjourned at 12:08 p.m.