

**Rural County Representatives of California  
Executive Committee Meeting  
1215 K Street, Suite 1650 Board Room  
Sacramento, CA 95814  
(916) 447-4806**

**May 9, 2018 – 9:30 a.m.**

Executive Committee Members:

Supervisor Rex Bohn, Humboldt County  
Supervisor Randy Hanvelt, Tuolumne County  
Supervisor Matt Kingsley, Inyo County  
Supervisor Bob Williams, Tehama County  
Supervisor Kevin Cann, Mariposa County (*Ex-Officio*)

Supervisor Michael Kobseff, Siskiyou County  
Supervisor Aaron Albaugh, Lassen County  
Supervisor Diane Dillon, Napa County  
Supervisor Stacy Corless, Mono County  
Supervisor Daron McDaniel, Merced County

**Minutes**

**Call to Order and Determination of Quorum**

RCRC Chair, Supervisor Rex Bohn, Humboldt County, and GSFA and NHF Vice Chair, Supervisor Bob Williams, Tehama County, called the simultaneous meeting of the RCRC Executive Committee, GSFA Executive Committee and the NHF Board of Directors to order at 9:33 a.m. The purpose of the simultaneous meeting was to conduct the Special Order of Business relative to the 2017 RCRC, GSFA and NHF annual audits. A quorum for each entity was determined at that time. Those present were as follows:

<b><u>Supervisors in Attendance</u></b>	<b><u>County</u></b>
Rex Bohn	Humboldt
Matt Kingsley	Inyo
Daron McDaniel	Merced
Stacy Corless	Mono
Michael Kobseff	Siskiyou
Bob Williams	Tehama
Randy Hanvelt	Tuolumne

**Absent Members**

Aaron Albaugh	Lassen
Diane Dillon	Napa
Kevin Cann	Mariposa (Ex-Officio)

**Staff in Attendance**

Greg Norton, President and CEO  
Lisa McCargar, Chief Financial Officer  
Paul A. Smith, Vice President Governmental Affairs  
Justin Caporusso, Vice President External Affairs  
Sarah Bolnik, Business Development  
Elizabeth Jensen, Accountant  
Sanjay Lee, Accountant

Arthur Wylene, Governmental Affairs Legal Counsel  
Terrance Rodgers, Economic Development Officer  
Anthony Rahill, Data and Program Management Manager

**Others in Attendance**

Kate Jackson, Partner, Moss Adams  
Kevin Reynolds, Manager, Moss Adams  
Jim Lanzarotta, Partner, Moss Adams (Via Conference Line)

**Special Order of Business:**

**2017 Annual Audit Exit Conference and Financial Statements**

Lisa McCargar, Chief Financial Officer, introduced Moss Adams, independent auditors. Present were Kate Jackson, Partner, and Kevin Reynolds, Manager. Jim Lanzarotta, Partner, was included via phone conference. The team from Moss Adams provided the RCRC and GSFA Executive Committees and the NHF Board of Directors with an overview of the financial statements for RCRC, GSFA and NHF. Ms. Jackson noted that RCRC, GSFA, and NHF received unqualified “clean” opinions, and there were no significant matters identified. No audit adjustments were proposed.

The RCRC and GSFA Executive Committees and the NHF Board of Directors met privately with the Moss Adams team to pose questions and/or comments. Staff exited the room at 10:06 a.m. and returned to the room at 10:25 a.m.

**Recommendation:**

It is recommended that the RCRC Executive Committee, acting in their function as the Audit Committee, review and approve the 2017 audited financial statements and information letter as presented for presentation to and adoption by the RCRC Board of Directors.

**Supervisor Bob Williams, Tehama County, motioned to approve the 2017 RCRC financial statements and information letter as presented. Supervisor Stacy Corless, Mono County, seconded the motion. Motion unanimously passed.**

At 10:26 a.m., the simultaneous meeting of the GSFA Executive Committee, NHF Board of Directors, and the RCRC Executive Committee was adjourned.

At 10:53 a.m., the RCRC Executive Committee meeting was reconvened.

**Approval of Minutes of the February 21, 2018 Meeting**

*(Board Members absent from the meeting will be recorded as abstained unless the Board Member indicates otherwise)*

**Supervisor Michael Kobseff, Siskiyou County, motioned to approve the minutes of the February 21, 2018 RCRC Executive Committee Meeting. Supervisor Daron McDaniel, Merced County, seconded the motion. Motion passed.**

## **Public Comment**

Supervisor Bob Williams, Tehama County, raised the issue of insurance policy cancellation / rate increases occurring in Tehama County.

## **Government Affairs Update**

Paul A. Smith, Vice President Governmental Affairs, informed the Executive Committee that this Friday, May 11<sup>th</sup>, the Governor will release the May Revision to the State Budget. Mr. Smith noted that State revenues are up, and it is still unknown if any new Administration initiatives will be proposed.

RCRC staff is currently reviewing an abundance of bills, with topics including cannabis, housing, transportation, water quality, and health care. There will be a lot of work that must be conducted in the coming weeks.

Mr. Smith provided a review of Senate Bill 824 (Lara) regarding homeowner's insurance. SB 824 would restrict an insurance companies' ability to cancel claims or increase premiums for customers living in disaster prone areas. Mr. Smith noted that it is expected the insurance industry will do whatever it takes to thwart this bill.

Mr. Smith advised the Executive Committee that the RCRC Board will likely be taking action on roughly 13 different ballot measures between now and the September Board meeting.

At the end of May, Mr. Smith, Lisa McCargar, and Greg Norton will be meeting with CalPERS leadership to discuss the escalating costs of pensions impacting RCRC member counties. This discussion will be very challenging, but RCRC is committed to finding ways to assist members meet their pension obligations.

Mr. Smith reminded the Executive Committee that the External Affairs team is working to sponsor a trivia contest in the Capitol Morning Report. Questions about your County that are not easily searchable would be much appreciated for this activity. Please send all submissions directly to Justin Caporusso.

Supervisor Randy Hanvelt, Tuolumne County, reported to the Executive Committee that counties in the State of Utah have filed a lawsuit over inadequate Payments In Lieu of Taxes payments. This case has quickly turned into a class action lawsuit for the years 2015 and 2016, and 2017.

## **RCRC Quarterly Reports**

Lisa McCargar, Chief Financial Officer, presented the RCRC Quarterly Investment Report, the Budget Report, and the Liquidity Report for period ending March 31, 2018.

## **President/CEO Goals and Objectives Update**

Greg Norton met with the Executive Committee to discuss progress on his goals and objectives to date.

**Adjournment**

Chair, Supervisor Rex Bohn, Humboldt County, adjourned the meeting of the Executive Committee at 11:58 a.m.