

Special Meeting of the Board of Trustees

Friday, October 27, 2017

9:00 AM

Lucerne Valley Unified School District Board Room
8560 Aliento Road
Lucerne Valley, CA 92356

KNOW YOUR RIGHTS UNDER THE LVUSD SUNSHINE POLICY

Government's duty is to serve the public, reaching decisions in full view of the public. The Board and Board-committees exist to conduct the people's business. This policy assures that deliberations are conducted before the people and the District operations are open to the people's review.

For more information on your rights under the Lucerne Valley Unified School District Sunshine Policy or to report a violation of the policy, contact the Lucerne Valley Unified School District. To obtain further information or to access documents, please contact the Executive Assistant, Melissa Cook-Rodriguez at (760) 248-6108, or by fax (760) 248-6677.

All Board Actions and Discussions are recorded. Individuals who require special accommodation, including but not limited to, an American sign language interpreter, accessible seating, or documentation in accessible formats, should contact the Superintendent or designee at least two days before the meeting date.

Public documents relating to Open Session Agenda Items are available for review by the public at the Lucerne Valley Unified School District Office located at 8560 Aliento Road, Lucerne Valley, California

Public Comment

Members of the public may address the Board during Public Participation on any item of interest that is within the subject matter jurisdiction of the Board. Members of the public may also address the Board on any agenda item before or during the Board's consideration of the item. Per government code 54954.2, no action or discussing shall be undertaken on any item not appearing on the posted agenda, except that members of a legislative body or its staff may briefly respond to statements made or questions posed by persons exercising their public testimony rights.

A. Call to Order

A.1. Pledge of Allegiance

A.2. Adoption of Agenda

B. Communications - Public Comment On Items Not Appearing On The Agenda

C. Discussion/Action Items

C.1. Board To Review Board Resolution 17/18-14 Regarding Replenishing The Reserve Fund after partially funding the Solar Project, and to consider alternative to fund the project in full.

D. Adjournment

C. Discussion/Action Items

C.1. Board To Review Board Resolution 17/18-14 Regarding Replenishing The Reserve Fund.

Rationale:

After further analysis on the solar project it has been determined that there would be a minimum return on investment of \$127,000/year if the district were to fully fund the project. The return could be more based upon pending action being taken by the California Public Utility Commission.

Attachments:

BR 1718-14

**2017-18
RESOLUTION NO. 17/18-14**

**RESOLUTION OF THE BOARD OF TRUSTEES
OF THE LUCERNE VALLEY UNIFIED SCHOOL DISTRICT
COMMITTING TO REPLENISH THE RESERVE FUND**

WHEREAS, the Lucerne Valley Unified School District (the "District") has an ending fund balance of approximately \$3.5 million, of which approximately \$1.7 million is non-spendable, restricted, committed, or assigned, and the remaining approximately \$1.8 million is unassigned, as shown by Fiscal Year 2016-17 unaudited actuals; and

WHEREAS, the unassigned ending fund balance serves as a reserve fund to help preserve fiscal stability in the event of economic downturns; and

WHEREAS, the District is in the process of entering into an energy services agreement with Sunworks for the design, installation, operations, and maintenance of solar photovoltaic systems (the "Project"); and

WHEREAS, the District plans to make a cash contribution of \$800,000 from the unassigned ending fund balance to help pay for the Project, which will reduce the amount to be financed and improve the economics of the Project; and

WHEREAS, the District intends that savings from the Project will be redirected toward replenishing the unassigned ending fund balance; and

WHEREAS, the District's independent energy advisor, ARC Alternatives, estimates that savings from the project will be approximately \$45,000 annually; and

NOW, THEREFORE, the Board of Trustees of the Lucerne Valley Unified School District does hereby resolve, determine, find and order as follows:

1. The Superintendent or designee is hereby authorized and directed to replenish the unassigned ending fund balance in the amount of at least \$45,000 per year; and
2. The annual contributions toward replenishment of the unassigned ending fund balance will continue until such time as the unassigned ending fund balance reaches \$800,000; and
3. The unassigned ending fund balance shall be drawn down for no other purpose, until such time as replenishment has occurred, unless by a determination of a two-thirds supermajority vote of the Board that further utilizing the unassigned ending fund balance is necessary to maintain fiscal stability or will improve fiscal condition.

ADOPTED, SIGNED and APPROVED this 12th day of October, 2017.

BOARD OF TRUSTEES OF THE LUCERNE
VALLEY UNIFIED SCHOOL DISTRICT

By: _____
Jim Harvey, President

By: _____
Tom Courtney, Clerk

D. Adjournment