

**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

April 14, 1997

To: **Board of Directors**

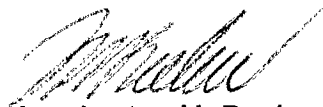
From: **General Manager**

Subject: **Executive Financial Summary**

Transmitted herewith is the District's Executive Financial Summary for the 1996-97 fiscal year as of March 31, 1997.

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John R. Wodraska

  
By: Lambertus H. Becker  
Chief Financial Officer



**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

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April 14, 1997

To: **Board of Directors**  
From: **General Manager**  
Subject: **Executive Financial Summary**

Transmitted herewith is the Monthly Financial Summary as of March 31, 1997. Included in the report are the following statements.

- Financial Board Charts
- Budget v. Cost Report
- Statement of Receipts, Disbursements, and Balances by Fund
- Balance Sheet
- Statement of Operations--Accrual Basis
- Supplementary Information

There were no appropriations closed in the month of March 1997.

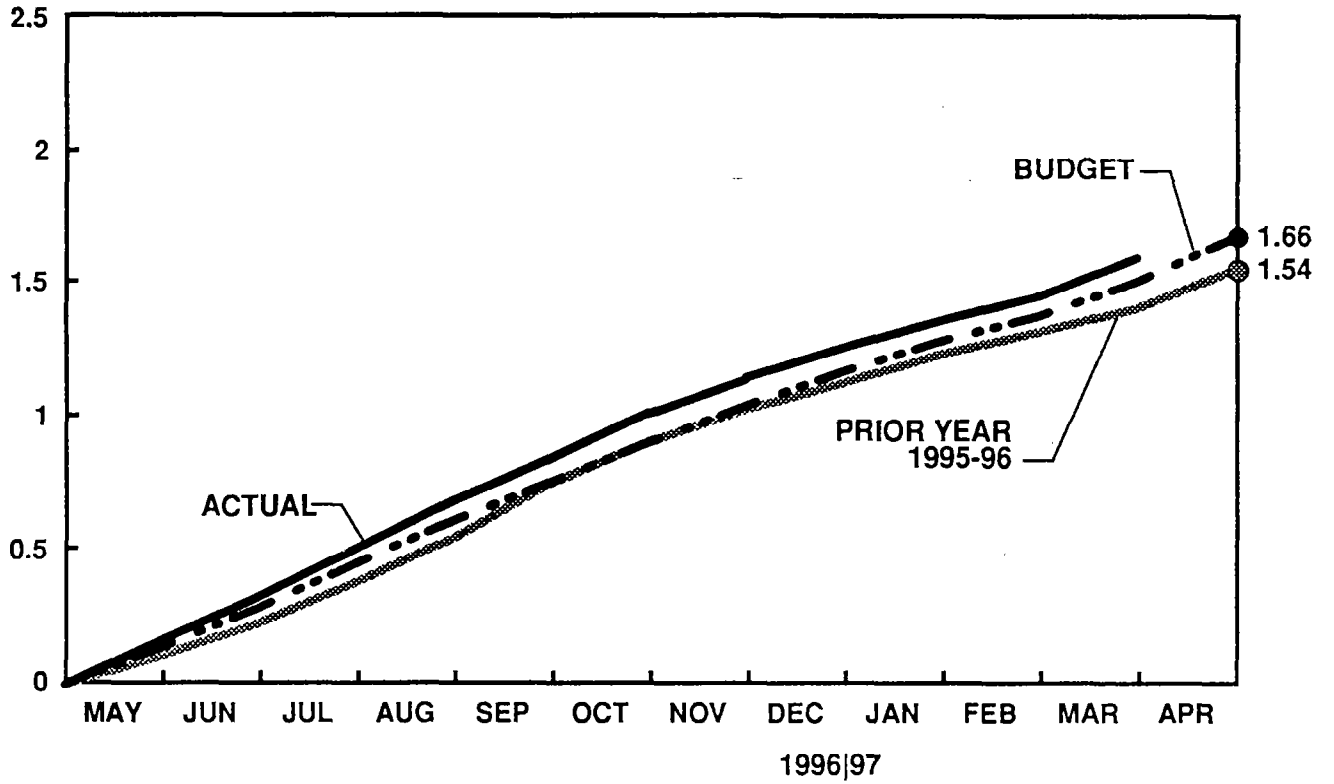
David I. Furukawa

Encl.

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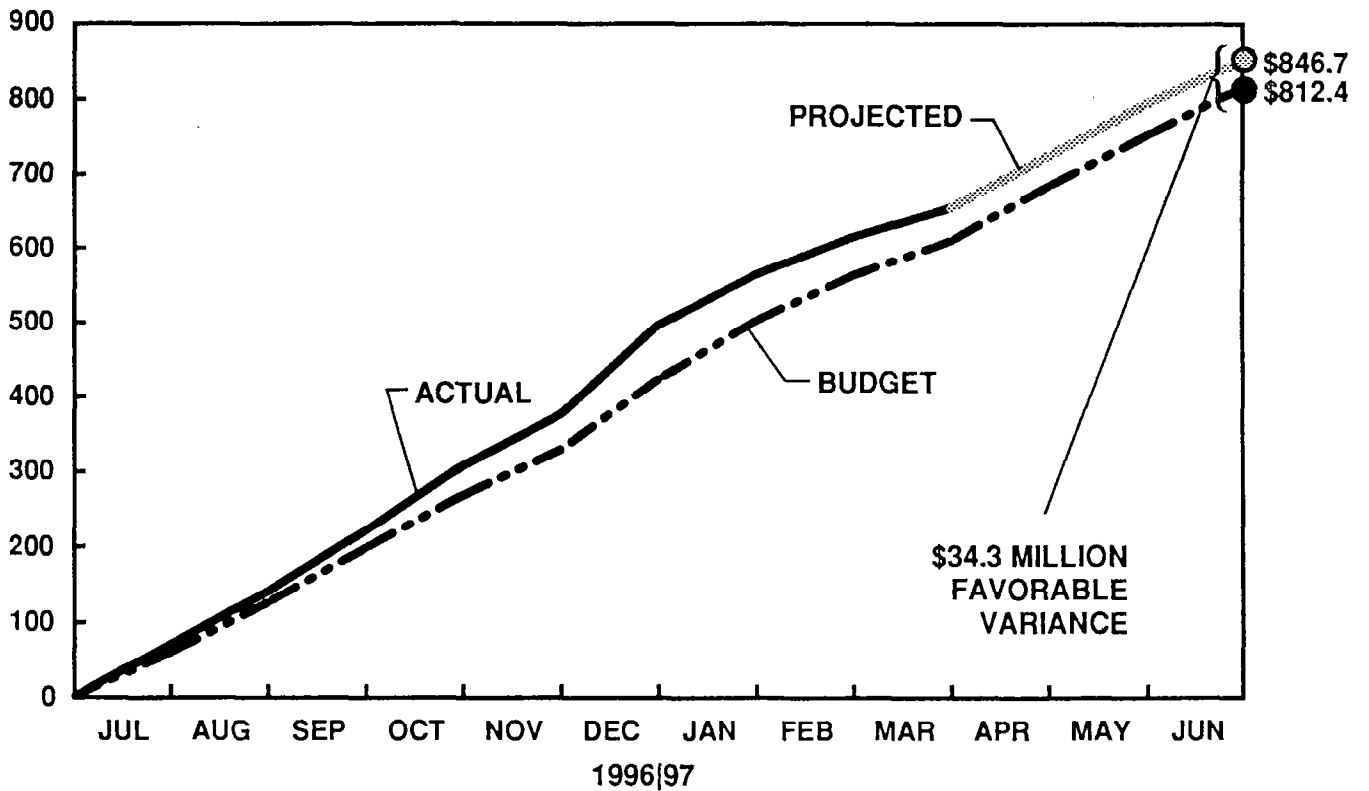
# ACRE-FEET SOLD (CASH YEAR)

MILLIONS

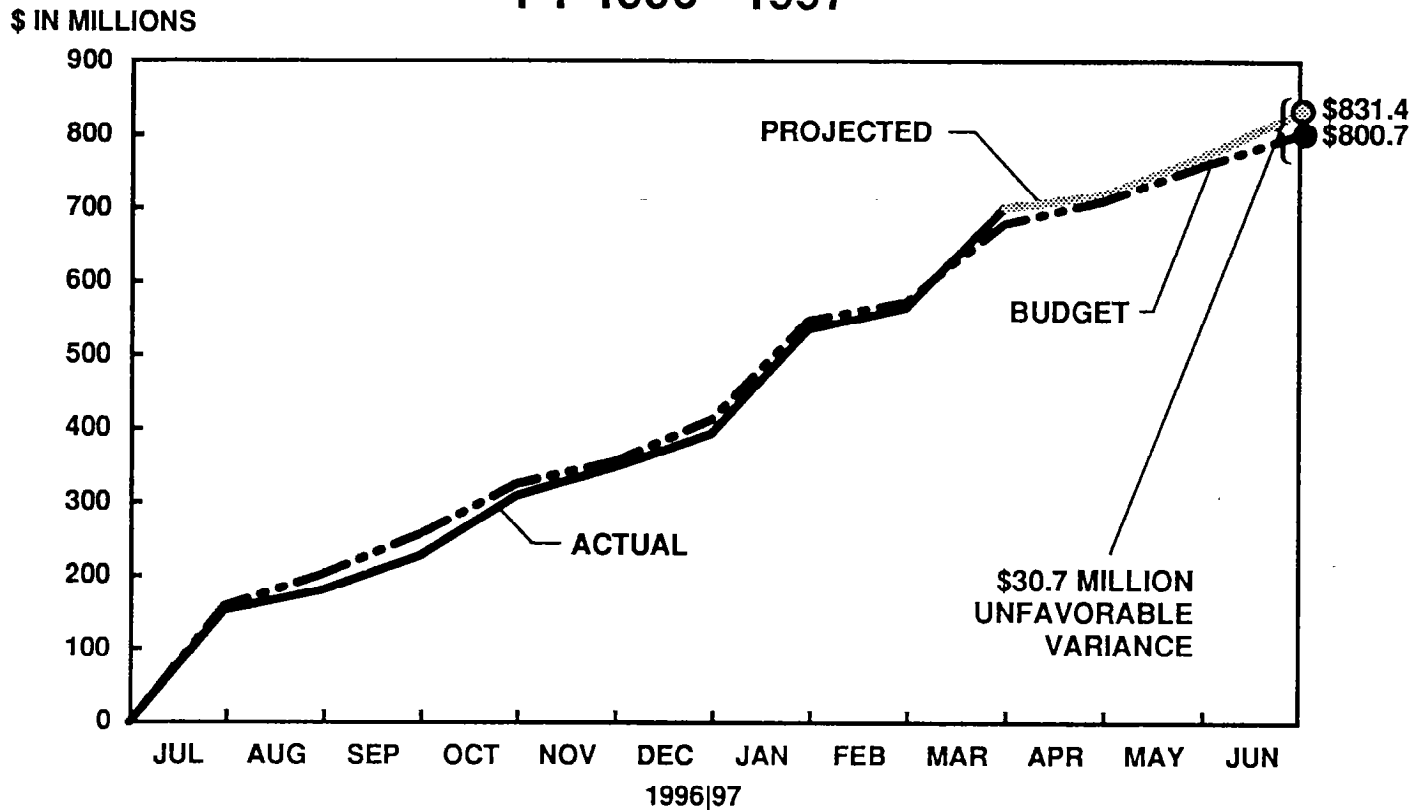


# RECEIPT COMPARISONS (BUDGET VS ACTUAL) FY 1996 - 1997

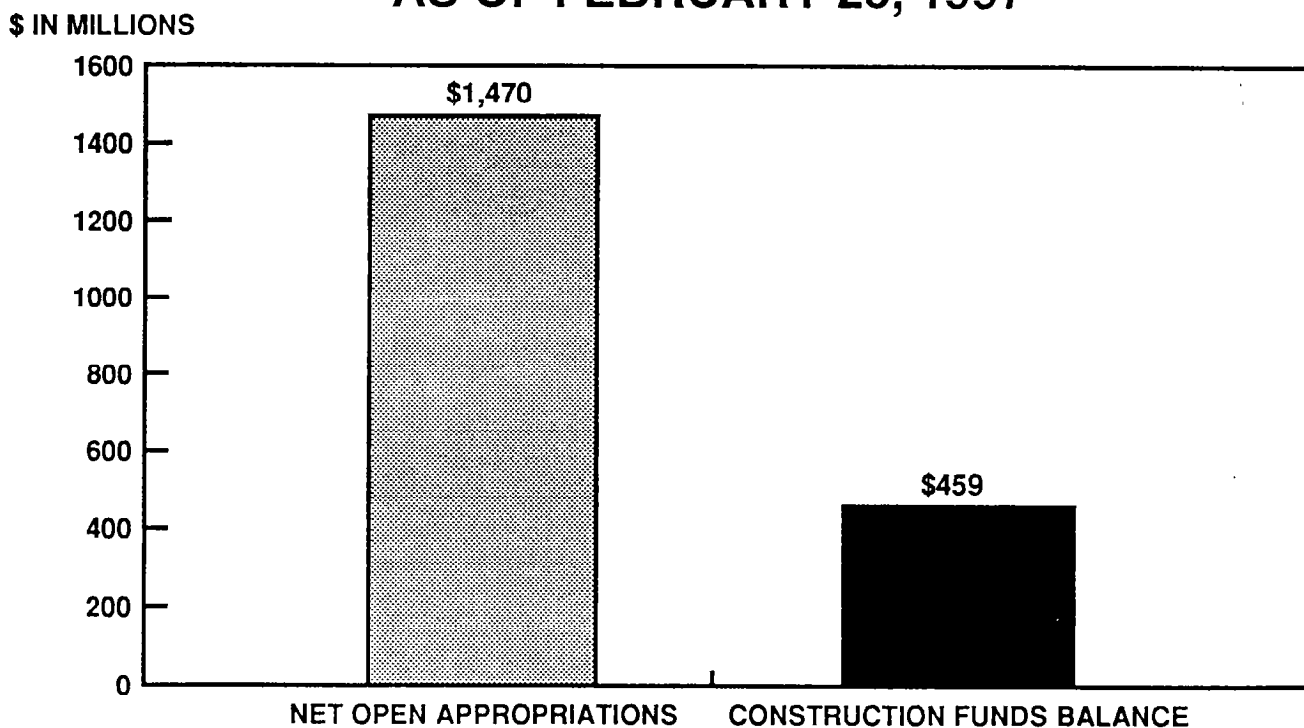
\$ IN MILLIONS



# EXPENDITURE COMPARISONS (BUDGET VS ACTUAL) FY 1996 - 1997



## APPROPRIATIONS APPROVED TO DATE AND CONSTRUCTION FUNDS BALANCE AS OF FEBRUARY 28, 1997



**BUDGET VS. COST REPORT**

CASH BASIS  
(\$ in Thousands)

<b>FISCAL YEAR 1996-97</b>	<b>ANNUAL BUDGET</b>	<b>BUDGET THROUGH MARCH 1997</b>	<b>ACTUAL THROUGH MARCH 1997</b>	<b>VARIANCE</b>		<b>X-REF.(2)</b>
				<b>DOLLARS</b>	<b>PERCENT</b>	
<b>RECEIPTS</b>						
WATER SALES	\$602,681	\$467,635	\$496,892	\$29,257	6.3%	
TAXES	82,620	51,106	53,689	2,583	5.1%	
INTEREST	47,280	35,409	39,772	4,363	12.3%	(a)
SALE OF HYDROELECTRIC POWER	12,035	7,992	11,360	3,368	42.1%	(b)
READINESS-TO-SERVE CHARGES	64,050	40,902	37,514	(3,388)	-8.3%	
CONNECTION MAINTENANCE CHARGES	2,978	2,132	2,152	20	0.9%	
OTHER	750	460	8,846	8,386	+100%	(c)
<b>TOTAL RECEIPTS</b>	<b>\$812,394</b>	<b>\$605,636</b>	<b>\$650,225</b>	<b>\$44,589</b>		
<b>EXPENDITURES</b>						
O&M	213,268	156,814	153,351	3,463	2.2%	
OPERATING EQUIPMENT	7,070	5,301	3,744	1,557	29.4%	(d)
<b>STATE WATER SUPPLIES</b>						
SWC CAPITAL	139,132	139,132	141,070	(1,938)	-1.4%	
SWC OMP&R	94,517	77,921	79,801	(1,880)	-2.4%	
OFF AQUEDUCT	41,916	32,415	30,001	2,414	7.4%	
SWC VARIABLE POWER	9,118	8,301	9,116	(815)	-9.8%	
SWC CREDITS	(50,871)	(22,529)	(20,479)	(2,050)	9.1%	
BAY DELTA CATEGORY III FUNDING	10,000	0	0	0	0.0%	
WATER TRANSFERS \ OPTIONS (1)	9,000	3,053	3,053	0	0.0%	
<b>COLORADO RIVER SUPPLIES</b>						
IID CAPITAL	6,781	6,781	9,365	(2,584)	-38.1%	(e)
IID O&M AND INDIRECT	3,779	3,779	2,238	1,541	40.8%	(f)
CRA POWER	37,364	27,282	15,570	11,712	42.9%	(g)
<b>MWD CAPITAL PROGRAM</b>						
REVENUE BOND DEBT SERVICE	106,330	97,744	90,174	7,570	7.7%	
G.O. BOND DEBT SERVICE	56,332	56,332	55,123	1,209	2.1%	
COMMERCIAL PAPER DEBT SERVICE	9,974	7,068	4,523	2,545	36.0%	(h)
PAYGO FUND CONSTRUCTION	107,000	79,742	88,255	(8,513)	-10.7%	(i)
GENERAL FUND CONSTRUCTION	0	0	(5,911)	5,911	100.0%	(j)
HEADQUARTERS BUILDING EXPENDITURES (3)	0	0	40,827	(40,827)	-100.0%	(k)
<b>TOTAL EXPENDITURES</b>	<b>\$800,710</b>	<b>\$679,136</b>	<b>\$699,821</b>	<b>(\$20,685)</b>		
<b>NET CHANGE IN CASH</b>	<b>\$11,684</b>	<b>(\$73,500)</b>	<b>(\$49,596)</b>	<b>\$23,904</b>		
<b>CONSTRUCTION EXPENDITURES ( As Revised ) *</b>	<b>\$517,813</b>	<b>\$353,600</b>	<b>\$337,930</b>	<b>\$15,670</b>	<b>-4.4%</b>	

*Note: Trust Account Transactions are not reflected in this report.*

- ( 1 ). \$34M will be deposited into the Water Transfer Fund during the fiscal year.  
 ( 2 ). See cross-reference on following pages as noted by X-REF. for the variance explanation.  
 ( 3 ). Currently paid from the General Fund, to be reimbursed from debt proceeds in 1999.

\* Includes PAYGO Construction, General Fund Construction, and Headquarters building costs, also shown in table above.

**CASH BASIS SUMMARY**  
**VARIANCE EXPLANATIONS**  
**Through March 31, 1997**

Criteria: (plus or minus) \$500,000 and 10 percent variance

RECEIPTS:

- (a) Interest on investments are \$4.4 million over budget due to the lengthening of the average portfolio maturity date of investments, increases in overall interest rates and an increase in the amount of money available to invest due to higher than anticipated water sales.
- (b) Revenues from hydroelectric power recoveries are \$3.4 million over budget due to higher water demands and the subsequent increases in water flow through the power plants.
- (c) Other revenues are \$8.4 million over budget as a result of a gain on the sale of land for the Bolsa Chica property.

Expenditures

- (d) Purchases of Operating Equipment are \$1.5 million under budget as computer purchases have been delayed pending completion of all related contracts and the final setup for the Microsoft Windows NT operating system integration program. Staff anticipates operating equipment purchases for the fiscal year to be at least at budgeted levels.

COLORADO RIVER SUPPLIES

- (e) IID Capital payments are \$2.6 million greater than budget because the second funding call for calendar year 1996 was not made until January 1997. *[The budget anticipated the second funding call for calendar year 1996 to be made during fiscal year 1995-96.]* In addition, construction costs were lower than anticipated, and prior year reserves were adequate to fund construction through December 1996.

Continued on next page

**COLORADO RIVER SUPPLIES (continued)**

- (f) IID O&M and Indirect costs payments are \$1.5 million less than budget because the second funding call for calendar year 1997 O&M costs will not be made until next fiscal year. The budget anticipated two funding calls to be made during 1996-97.
- (g) CRA power is \$11.7 million under budget due primarily to lower supplemental energy rates and lower water flows through the CRA than were anticipated in the budget.

**MWD CAPITAL PROGRAM**

- (h) Debt service payments for the District's commercial paper program are \$2.5 million under budget. The primary factor explaining the variance is lower than anticipated interest rates.
- (i) Expenditures for the PAYGO Construction Program are \$8.5 million or 10.7 percent more than budgeted due to accelerated payments from this funding source through March 1997. Payments during the remainder of the year will not exceed the budgeted amount by the end of the fiscal year.
- (j) General Fund Construction activity is a non-budgeted item. Reimbursements have been received for the cost basis for the sale of the Bolsa Chica property, and for numerous other reimbursable construction projects.
- (k) The Headquarters' building costs are paid from the General Fund and will be reimbursed from future debt sales of the Metropolitan Water District Asset Financing Corporation (MWDAFC) in late 1998 or early 1999.

**STATEMENT OF RECEIPTS, DISBURSEMENTS, AND BALANCES  
JULY 1, 1996 THROUGH MARCH 31, 1997**

	TOTAL ALL FUND	OPERATING FUNDS	STATE CONTRAC FUNDS	DEBT SERVICE FUNDS	RATE STABILIZATIO FUNDS	PAY-AS-YOU GO FUND	REVOLVING CONSTRUCTION FUNDS	REVENUE BOND CONSTRUCTION FUNDS	COMMERCIAL PAPER NOTE CONSTRUCTION	OTHER FUNDS
<b>CASH AND INVESTMENT BALANCES - START OF PERIOD</b>	1,143,189,767.95	261,950,997.07	64,634,698.78	125,266,366.19	201,378,193.21	237,683,928.91	114,461.43	35,406,156.01	40,177,473.85	176,577,492.50
<b>RECEIPTS</b>										
Net Tax Collections	53,689,072.80	0.00	23,871,687.17	29,817,385.63	0.00	0.00	0.00	0.00	0.00	0.00
Water Sales	511,892,266.45	511,892,266.45	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Readiness-To-Serve (WSC)	37,513,887.49	37,513,887.49	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Power Recoveries	11,360,514.01	11,360,514.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Interest on Investments	52,550,346.58	15,932,229.89	1,933,518.69	3,540,222.91	9,507,532.99	8,852,210.40	4,714.72	1,921,128.93	1,503,058.88	9,355,729.17
Debt Proceeds	431,904,919.46	0.00	0.00	907,585.61	0.00	0.00	0.00	360,997,333.85	70,000,000.00	0.00
Reimbursements	12,673,548.44	10,696,993.28	0.00	0.00	0.00	939,859.48	0.00	1,035,422.93	1,272.75	0.00
Other Collections	10,998,471.69	10,995,871.69	0.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00
<b>TOTAL RECEIPTS</b>	<b>1,122,583,026.92</b>	<b>598,391,762.81</b>	<b>25,805,205.86</b>	<b>34,265,194.15</b>	<b>9,507,532.99</b>	<b>9,794,669.88</b>	<b>4,714.72</b>	<b>363,953,885.71</b>	<b>71,504,331.63</b>	<b>9,355,729.17</b>
<b>INTER-FUND TRANSACTIONS</b>										
Inter-Fund Transfers	0.00	(100,482,661.16)	81,000,000.00	88,878,966.92	0.00	(70,000,000.00)	0.00	(401,000.00)	401,000.00	603,694.24
<b>TOTAL INTER-FUND TRANSACTIONS</b>	<b>0.00</b>	<b>(100,482,661.16)</b>	<b>81,000,000.00</b>	<b>88,878,966.92</b>	<b>0.00</b>	<b>(70,000,000.00)</b>	<b>0.00</b>	<b>(401,000.00)</b>	<b>401,000.00</b>	<b>603,694.24</b>
<b>DISBURSEMENTS - NET</b>										
Operations & Maintenance	173,295,007.73	173,295,007.73	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Operating Equipment	3,957,449.98	3,957,449.98	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Operating Supplies Inventory	(118,135.81)	(118,135.81)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Undistributed Payroll (Net)	(986,376.14)	(986,376.14)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Construction	358,148,763.52	53,915,766.83	0.00	0.00	0.00	88,437,693.39	214.40	132,467,043.59	83,328,045.31	0.00
DWR - Capital Payments	141,070,066.00	0.00	141,070,066.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DWR - Minimum O&M	79,801,428.00	79,801,428.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Off Aqueduct Facilities	30,001,487.00	13,560,281.00	16,441,206.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CRA - Power	15,570,423.46	15,570,423.46	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SWC - Variable Power	9,115,828.00	9,115,828.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SWC - Credit	(20,478,870.00)	(2,999,901.45)	(17,478,968.55)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DWR - Water Bank/Transfer/Options To MWDOC - Allen-McColloch Ppl	3,052,600.23	3,052,600.23	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Debt Service on MWD Bonds	157,633,931.64	0.00	0.00	149,820,091.64	0.00	0.00	0.00	0.00	0.00	7,813,840.00
Arbitrage Rebate Tax to IRS	603,694.24	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	603,694.24
Net Book Gain/Loss on Investment	(6,769.56)	3,707.99	0.00	7,621.29	(15,394.66)	(2,719.50)	0.00	0.00	0.00	15.32
<b>TOTAL DISBURSEMENTS</b>	<b>950,660,528.29</b>	<b>348,168,079.82</b>	<b>140,032,303.45</b>	<b>149,827,712.93</b>	<b>(15,394.66)</b>	<b>88,434,973.89</b>	<b>214.40</b>	<b>132,467,043.59</b>	<b>83,328,045.31</b>	<b>8,417,549.56</b>
<b>TRANSFERS TO ESCROW BANK ACCOUNT TRUST ACCT TRANSACTIONS &lt;NET&gt;</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	(78,504,124.35)	(60,599,822.60)	0.00	(16,971,182.43)	0.00	0.00	0.00	0.00	0.00	(933,119.32)
<b>CASH AND INVESTMENT BALANCES - END OF PERIOD</b>	<b>1,236,608,142.23</b>	<b>351,092,196.30</b>	<b>31,407,601.19</b>	<b>81,611,631.90</b>	<b>210,901,120.86</b>	<b>89,043,624.90</b>	<b>118,961.75</b>	<b>266,491,998.13</b>	<b>28,754,760.17</b>	<b>177,186,247.03</b>



## BALANCE SHEET AS OF MARCH 31, 1997

## ASSETS

CASH AND INVESTMENTS	
Operating, Construction and Other	1,098,441,538.10
Held for Crossover Refunding Bonds	<u>138,166,604.13</u>
Total Cash and Investments	1,236,608,142.23
ACCOUNTS RECEIVABLE	
Tax Assessments	34,427,418.57
Annexation Charges	21,406,472.15
Water Sales	89,161,178.42
Readiness-To-Serve (WSC)	22,838,225.29
Power Recoveries	963,033.17
Interest Accrued on Investments	21,979,263.25
Notes Receivable	3,415,816.11
Sundry	<u>(951,280.65)</u>
Total Accounts Receivable	193,240,126.31
Inventories	16,344,365.90
OTHER ASSETS	
Deferred Charges	219,518,039.82
Feasibility Studies, Reimbursables, etc.	12,164,012.49
Construction & Right of Way Deposits	<u>2,479,437.01</u>
Total Other Assets	234,161,489.32
PROPERTY, PLANT AND EQUIPMENT	
Land, Easements & Right of Way	413,478,112.69
Completed Features	1,734,028,242.35
Work in Progress	1,805,173,029.74
Less: Allowance for Depreciation	<u>(507,418,833.06)</u>
Total Comp. Features & WIP Net of Allow. for Depr.	3,031,782,439.03
Preoperating Costs - Capitalized	44,594,758.04
Less: Portion Amortized	<u>(19,606,413.71)</u>
Total Preoperating Costs Net of Amortization	24,988,344.33
Participation Rights - State Fac.	2,772,060,441.19
Less: Portion Amortized	<u>(1,398,480,701.00)</u>
Total State Fac. Partic. Rts Net of Amort.	1,373,579,740.19
Participation Rights - Other Fac.	154,148,586.65
Less: Portion Amortized	<u>(10,095,576.03)</u>
Total Other Fac. Partic. Rts. Net of Amort.	144,053,010.62
Major Operating Equipment	86,175,707.17
Less: Allowance for Depreciation	<u>(61,986,085.83)</u>
Total Major Operating Equipment Net of Depr.	24,189,621.34
Total Assets	6,692,425,391.96

## BALANCE SHEET AS OF MARCH 31, 1997

## LIABILITIES AND EQUITY

## ACCOUNTS PAYABLE &amp; ACCRUED EXPENSE

Commercial Paper Notes	200,000,000.00
Matured Bonds & Coupon not Presented for Payments	1,706,892.43
Bond Int. Accrued but not Due	31,141,032.59
Accrued Prem. on Called Bonds	(65,145.12)
<b>Total Bonds</b>	<b>32,782,779.90</b>
Participation Rights - State Facilities	92,119,260.00
State Variable and Minimum OMP&R Services, Material, etc.	96,148,316.00
Compensated Absences	20,791,864.44
Trust Funds	23,170,122.07
Customer Deposits	31,660,818.79
	<u>4,283,171.00</u>
<b>Total Accounts Payable &amp; Accrued Expense</b>	<b>500,956,332.20</b>

## DEFERRED INCOME

Deferred Readiness-To-Serve (WSC)	16,012,497.00
Deferred Water Sales	942,321.64
Deferred Tax Levies - Current Year	19,700,932.13
PERS Employer's Credits	19,663,254.45
Deferred Interest	0.00
Deferred Water Bank Sales	<u>0.00</u>

**Total Deferred Income** 56,319,005.22

## Long Term Obligations

<b>Bonds &amp; Notes Payable:</b>	
1966/69 G.O. Bonds	396,065,000.00
* G.O. Refunding Bonds.	185,793,000.00
Revenue Bonds	1,114,940,000.00
* Revenue Refunding Bonds	591,592,759.00
Crossover Refunding Bonds	<u>133,570,000.00</u>

**Total Bonds & Notes Payable** 2,421,960,759.00

## Other Long Term Obligations:

Due to MWDOC - Allen-McColloch Pipeline	34,490,864.00
Unamortized Bond Premium	3,960,257.51
Unamortized Bond Discount	(45,287,703.20)
Employees' Deferred Compensation Payable	33,703,224.95
Obligation for Off-Aqueduct Power Facilities	139,246,379.00
Interest to Be Rebated to IRS	736,837.74
Obligation for Iron Mountain Landfill Closure	<u>2,663,000.00</u>

**Total Other Long Term Obligations** 169,512,860.00

## EQUITY

Contributions	35,880,254.70
Annexation Commitments	372,389,927.85
Other Retained Earnings	2,955,116,686.04
Estimated Income	<u>180,289,566.95</u>

**Total Equity** 3,543,676,435.54

**TOTAL LIABILITIES AND EQUITY** 6,692,425,391.96

\* Net of Deferred Loss on Early Retirement of Debt. \$2,697,000.00 & \$20,372,130.00 respectively.

**STATEMENT OF OPERATIONS**  
**FISCAL YEAR THROUGH MARCH 31, 1997**

**GROSS OPERATING INCOME**

Water Sales:	Acre Feet		
Treated	914,420.70	372,846,826.92	
Untreated	308,868.50	97,011,472.60	
Reclaimed Water	41,836.50	9,884,003.60	
	1,265,125.70	479,742,303.12	
Readiness-To-Serve (WSC)		43,280,896.41	
Connection Maintenance Charge		2,131,800.00	
Power Recoveries ( 228,953,601 kWh )		9,817,867.65	534,972,867.18

**OPERATION AND MAINTENANCE**

Operations		155,245,875.00	
Power and Water Costs		126,155,870.77	281,401,745.77
Operating Income before Amort. & Depr.			253,571,121.41
Amort. of Participation Rights		61,361,627.49	
Depreciation, Plant		23,833,226.00	85,194,853.49
Operating Income			168,376,267.92

**OTHER INCOME**

Net Tax Revenues		58,361,029.79	
Interest Earned on Investments		53,106,506.95	
Current Interest Levies - Annexation Commitments		977,614.35	
Property Rentals		379,122.34	
Gain on Land Sales		8,389,503.00	
Earnings on Escrow Accounts			
Sundry Revenues		348,387.20	121,562,163.63

**INTEREST AND OTHER EXPENSE**

Bond Interest Expense		46,879,493.77	
Adjustment for OAPF obligation			
Arbitrage Rebate Tax			
Sundry Expense		1,622,890.28	48,502,384.05
Income before Annex Inc. & Prior Year' Adjust			241,436,047.50

**ANNEXATION INCOME**

Levies for Uncapitalized Annexation - Principal		1,924.01	
New Annexations - Principal		1,419,508.99	1,421,433.00

**ADJUSTMENTS OF PRIOR YEAR' POWER AND WATER COSTS**

MEMBER AGENCY DISTRIBUTIONS 7,432,086.45  
(70,000,000.00)

**NET INCOME**

180,289,566.95

RETAINED EARNINGS AT START OF YEAR

3,327,506,613.89

RETAINED EARNINGS TO DATE

3,507,796,180.84

## STATEMENT OF OPERATIONS

FISCAL YEAR THROUGH MARCH 31, 1996

## GROSS OPERATING INCOME

Water Sales:	Acre Feet		
Treated	882,275.20	359,388,890.90	
Untreated	260,631.30	78,953,347.90	
Reclaimed Water	29,123.30	5,250,718.70	
	1,172,029.80	443,592,957.50	
Readiness-To-Serve (WSC)		40,936,874.39	
Connection Maintenance Charge		2,218,725.00	
Power Recoveries ( 158,934,048 kWh )		7,402,371.21	494,150,928.10

## OPERATION AND MAINTENANCE

Operations		158,998,167.36	
Power and Water Costs		109,767,155.52	268,765,322.88
Operating Income before Amort. & Depr.			225,385,605.22
Amort. of Participation Rights		61,361,627.49	
Depreciation, Plant		20,444,372.00	81,805,999.49
Operating Income			143,579,605.73

## OTHER INCOME

Net Tax Revenues		58,653,687.23	
Interest Earned on Investments		55,672,062.81	
Current Interest Levies - Annexation Commitments		1,096,822.05	
Property Rentals		329,692.24	
Gain on Land Sales		77,585.94	
Earnings on Escrow Accounts			
Sundry Revenues		899,793.57	116,729,643.84

## INTEREST AND OTHER EXPENSE

Bond Interest Expense		51,288,235.18	
Adjustment for OAPF obligation			
Arbitrage Rebate Tax			
Sundry Expense		930,653.88	52,218,889.06
Income before Annex Inc. & Prior Year' Adjust			208,090,360.51

## ANNEXATION INCOME

Levies for Uncapitalized Annexation - Principal		5,561.50	
New Annexations - Principal		440,682.94	446,244.44

## ADJUSTMENTS OF PRIOR YEAR' POWER AND WATER COSTS

16,789,628.83

## NET INCOME

225,326,233.78

## RETAINED EARNINGS AT START OF YEAR

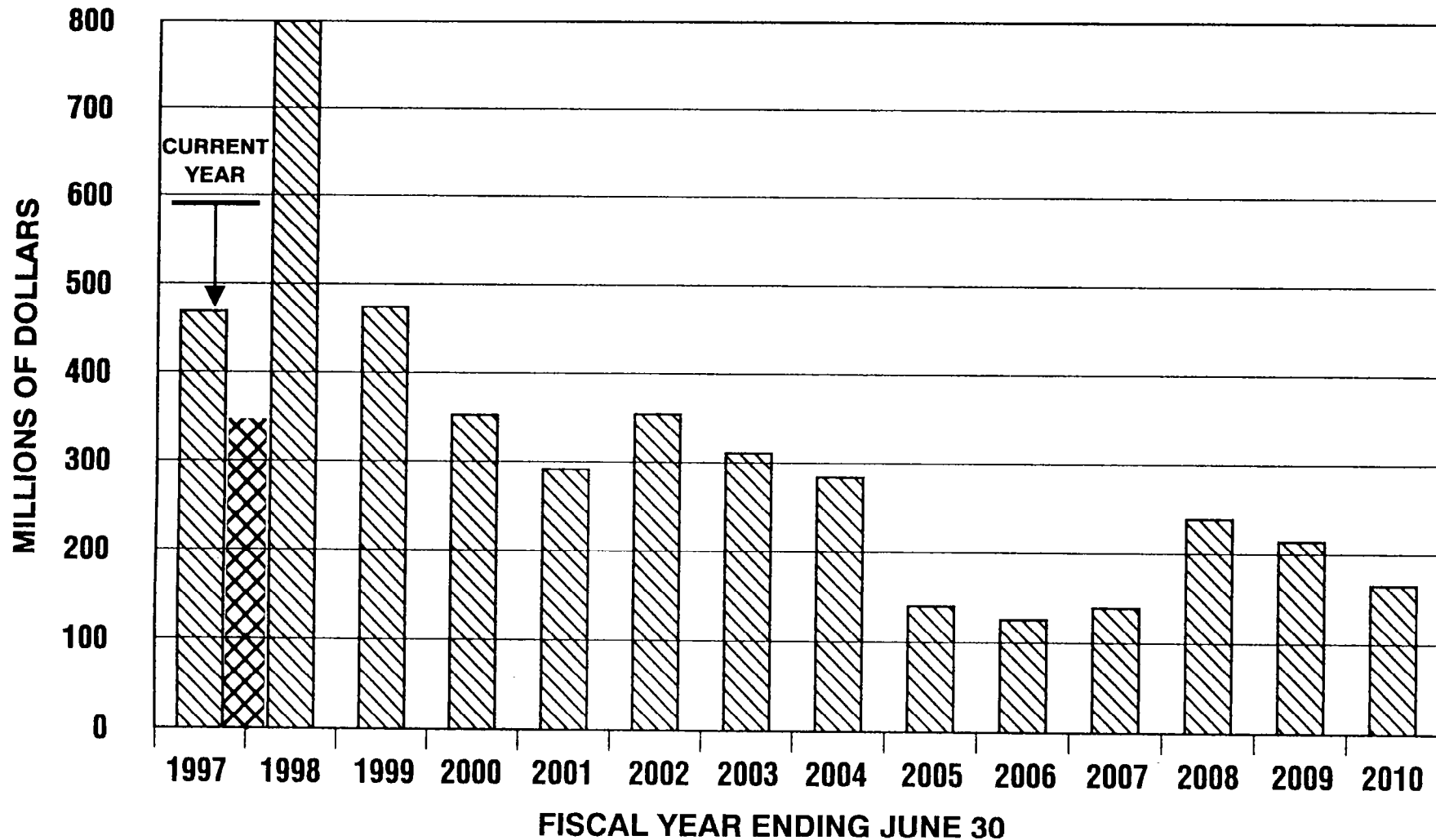
3,013,392,129.47

## RETAINED EARNINGS TO DATE






3,238,718,363.25

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA  
**PROJECTED AND ACTUAL CONSTRUCTION COSTS**  
 MARCH 1997

▨	PROJECTED COSTS THROUGH 2010 ESCALATED AT 5%: TOTAL PROGRAM	\$4,356.6
▩	EXPENDITURES TO DATE (F/Y 1996-97)	348.0
	APPROPRIATIONS APPROVED TO DATE (F/Y 1996-97)	806.0

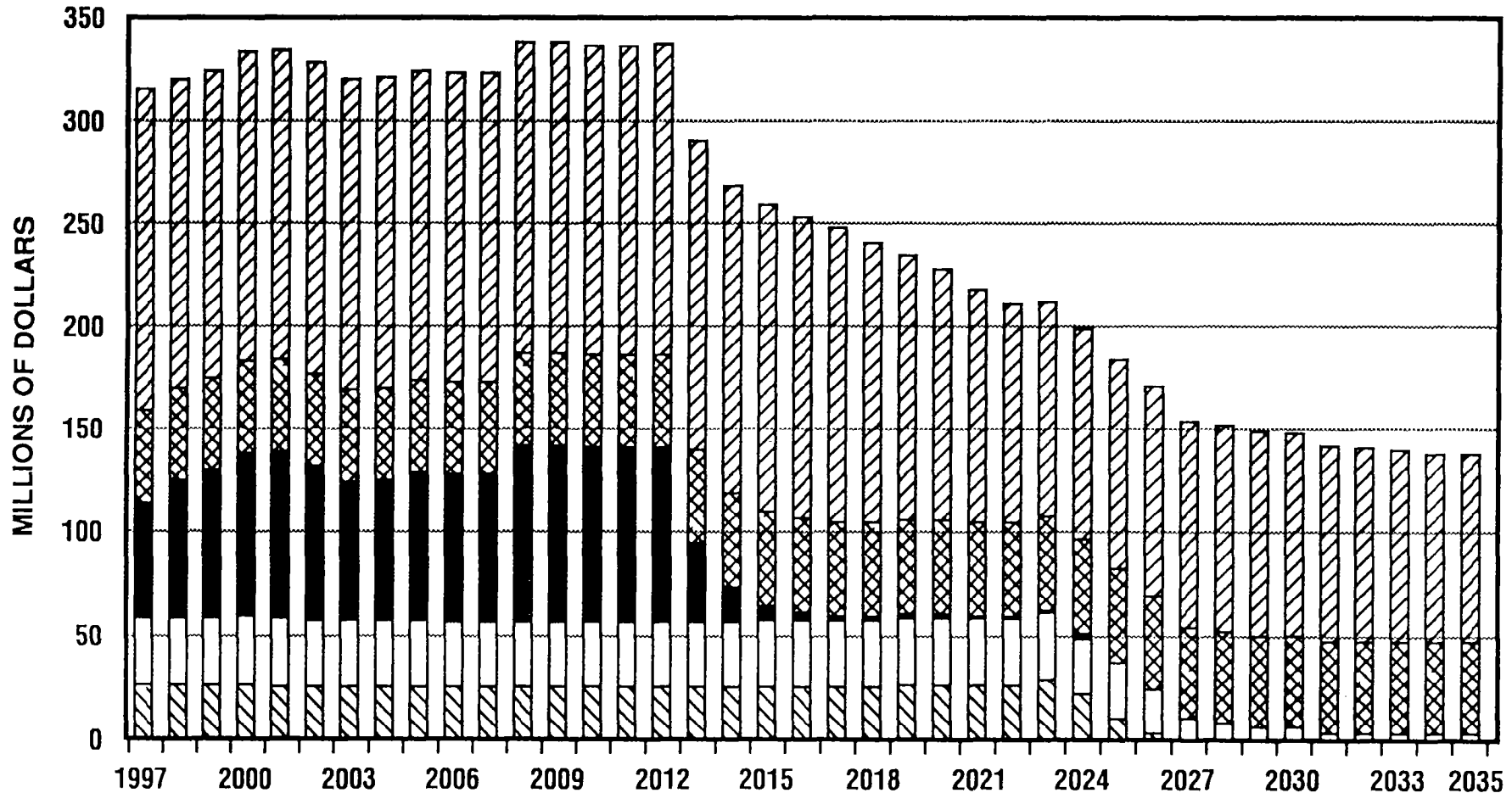


THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA  
**PROJECTED FIXED SWC CHARGES THROUGH 2035**

	TRANSPORTATION	\$ 5,014
	STORAGE & CONSERVATION	1,747
	OFF-AQUEDUCT	1,272
	EAST BRANCH ENLARGEMENT	947
	REVENUE BOND SURCHARGE	722

\* FROM ATTACHMENT 3, DEPARTMENT OF WATER RESOURCES INVOICE DATED JULY 1, 1996. ALL AMOUNTS IN 1996 DOLLARS. AMOUNT CHARGES ARE BASED ON ORIGINAL ENTITLEMENT OF 2,011,500 AF FOR 1997 - 2035.

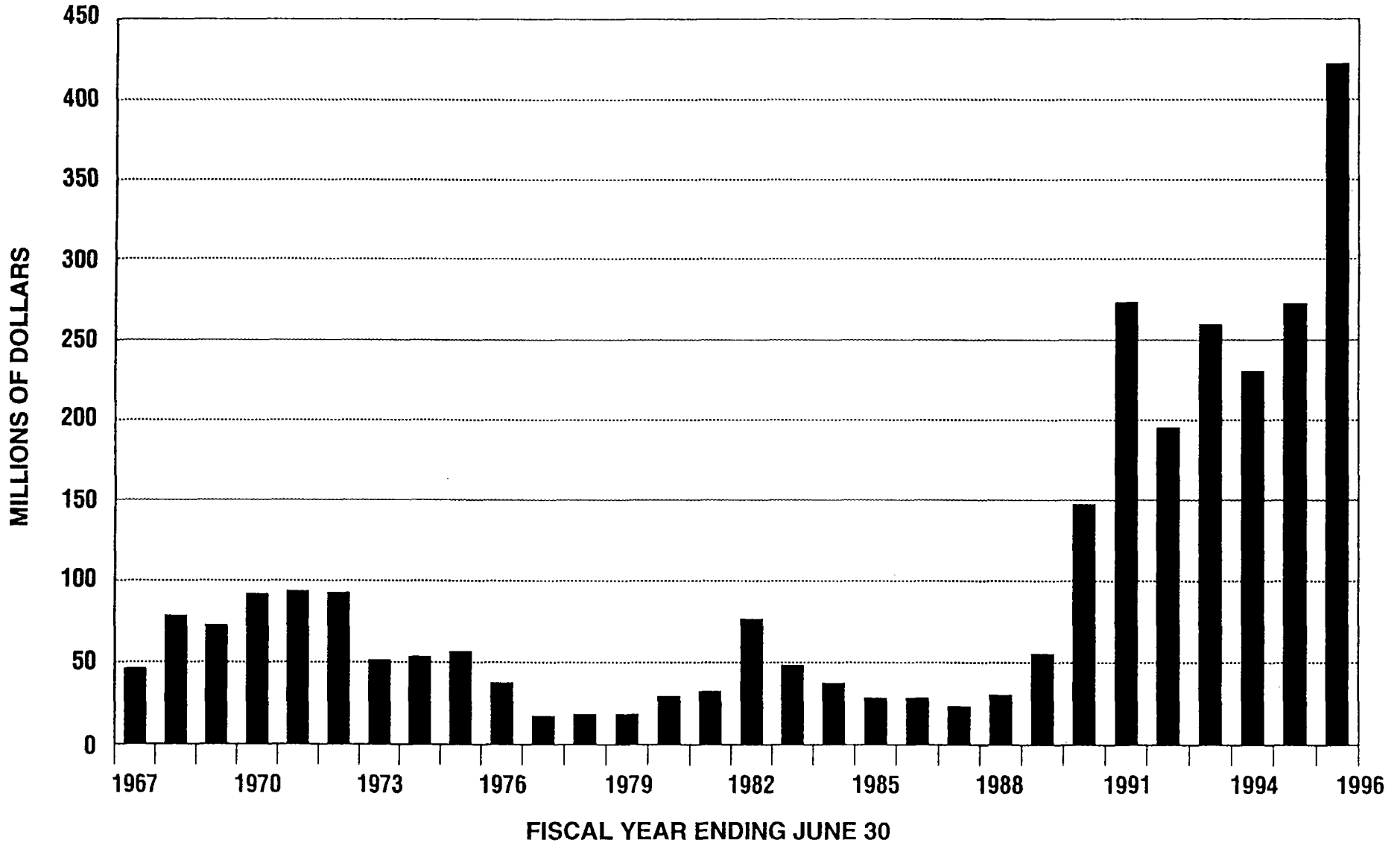
TOTAL \$ 9,702



THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA  
**HISTORICAL CONSTRUCTION EXPENDITURES**

from 7-1-66 through 6-30-96

■ EXPENDITURES THROUGH 6-30-96 \$ 2.91 BILLION



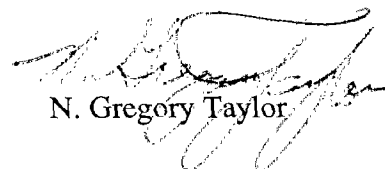
**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

April 7, 1997

To: Board of Directors  
From: General Counsel  
Subject: **Review as to Eligibility of Securities Invested in by the Treasurer  
for the Month of March 1997**

Pursuant to Sections 2741(a) and 5101(b)(5) of the Administrative Code, this office has examined the Treasurer's Monthly Report to the Board for the month of March 1997 covering the investment of securities for that period. The reported forms of investment are within the eligible group of securities authorized by Section 5101(b)(2) of the Administrative Code, and as of the end of the month are within the percentage constraints specified in that section.



N. Gregory Taylor

SBB:mg  
#4465

cc: J. R. Wodraska  
L. H. Becker  
D. I. Furukawa  
R. N. Marumoto



**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

April 3, 1997

To: General Manager  
 From: Treasurer  
 Subject: Treasurer's Monthly Report - March, 1997

This letter transmits a summary report of investments and cash balances and yield comparisons for the end of the current month. A detail report of investments is filed each month with the Executive Secretary. These reports are required by Section 5114 of the MWD Administrative Code. All of the investments comply with Chapter 5101 of the MWD Administrative Code and the Investment Policy dated June 12, 1996.

District investments are held in various funds designated for certain purposes as follows:

	<u>Book Value</u>	<u>Market Value</u>
Operating Funds	\$ 352,577,000	
State Water Contract Fund	31,407,000	
Debt Service Funds	81,568,000	
Rate Stabilization Funds	<u>210,901,000</u>	
Total	\$ 676,453,000	\$ 676,504,000
Construction and Trust Funds	\$ 423,335,000	\$ 430,095,000

Interest Earnings

	<u>Month</u>	<u>Fiscal Year to Date</u>	<u>Weighted Average Days to Maturity</u>	<u>Portfolio Yield</u>	<u>1 Year Treasury Bill</u>
March 1997	\$ 5,694,000	\$ 47,371,000	452	5.94%	5.997%

Roger N. Marumoto

RNM:

Attachments

**THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA**

*Summary Report of Investment Activity & Status of Cash for the Month Ending March, 1997*

SECURITIES:	BALANCE	PURCHASES	SALES	MATURITIES	BALANCE	% of Portfolio	
						ACT.	CODE
U. S. TREASURY	\$152,884	\$4,098			\$156,982	14.3	100
U.S. GUARANTEES-GNMA'S	\$8,951	\$674		\$114	\$9,511	0.9	100
FEDERAL AGENCIES	\$102,158	\$1,693		\$2,013	\$101,838	9.2	50
REPURCHASE AGREEMENTS	\$0	\$1,471,000		\$1,436,000	\$35,000	3.2	50
BANKERS' ACCEPTANCES	\$125,092	\$99,472		\$139,032	\$85,532	7.8	40
COMMERCIAL PAPER	\$341,389	\$2,389,203		\$2,414,707	\$315,885	28.7	30
NEGOTIABLE CERTIFICATES OF DEPOSIT	\$165,002	\$60,000		\$127,001	\$98,001	8.9	20
SHARES OF BENEFICIAL INTEREST	\$0	\$1,735		\$1,735	\$0	0.0	15
LOCAL AGENCY INVESTMENT FUND - CALIFORNIA	\$192,400			\$20,000	\$172,400	15.7	
MEDIUM TERM NOTES	\$88,334	\$1,006		\$7,843	\$81,497	7.4	20
ASSET-BACKED SECURITIES	\$40,446	\$2,018		\$824	\$41,640	3.8	10
MUNICIPAL BONDS	\$1,502				\$1,502	0.1	
SUBTOTAL	\$1,218,158	\$4,030,899	\$0	\$4,149,269	\$1,099,788	100.0	
CASH:							
DEMAND ACCOUNTS	\$566	\$688			\$1,254		
PETTY CASH	\$10				\$10		(A)
LESS OVERNIGHT INVEST.	(\$3,195)	\$585			(\$2,610)		(B)
SUBTOTAL	(\$2,619)	\$1,273	\$0	\$0	(\$1,346)		
TOTAL	\$1,215,539	\$4,032,172	\$0	\$4,149,269	\$1,098,442		

A) Petty Cash, \$10,000

B) Includes investment of outstanding checks.

Note: Sales and Purchases may contain internal transfers.

Note: Excludes \$138,166,604 in cash and securities held in escrow for the District's crossover refunding bonds.

### METROPOLITAN'S PORTFOLIO YIELD vs. MARKET YIELDS

