

July 23, 1999

To: Board of Directors (Budget and Finance Committee--Information)

From: General Manager _____

Submitted by: Lambertus H. Becker
Chief Financial Officer _____

Subject: June 1999 Executive Financial Summary

RECOMMENDATION

For information only.

REPORTS

Controller's Report

Cash Basis Information:

Financial Board Charts

Budget v. Cost

Receipts, Disbursements, and Balances by Fund Type

Accrual Basis Statements:

Balance Sheet

Statement of Operations

Supplementary Information:

Projected and Actual Construction Costs

Projected Fixed SWC Charges through 2035

Historical Construction Expenditures

Completion of Capital Programs

Treasurer's Report

Eligibility of Securities

Transmittal Letter

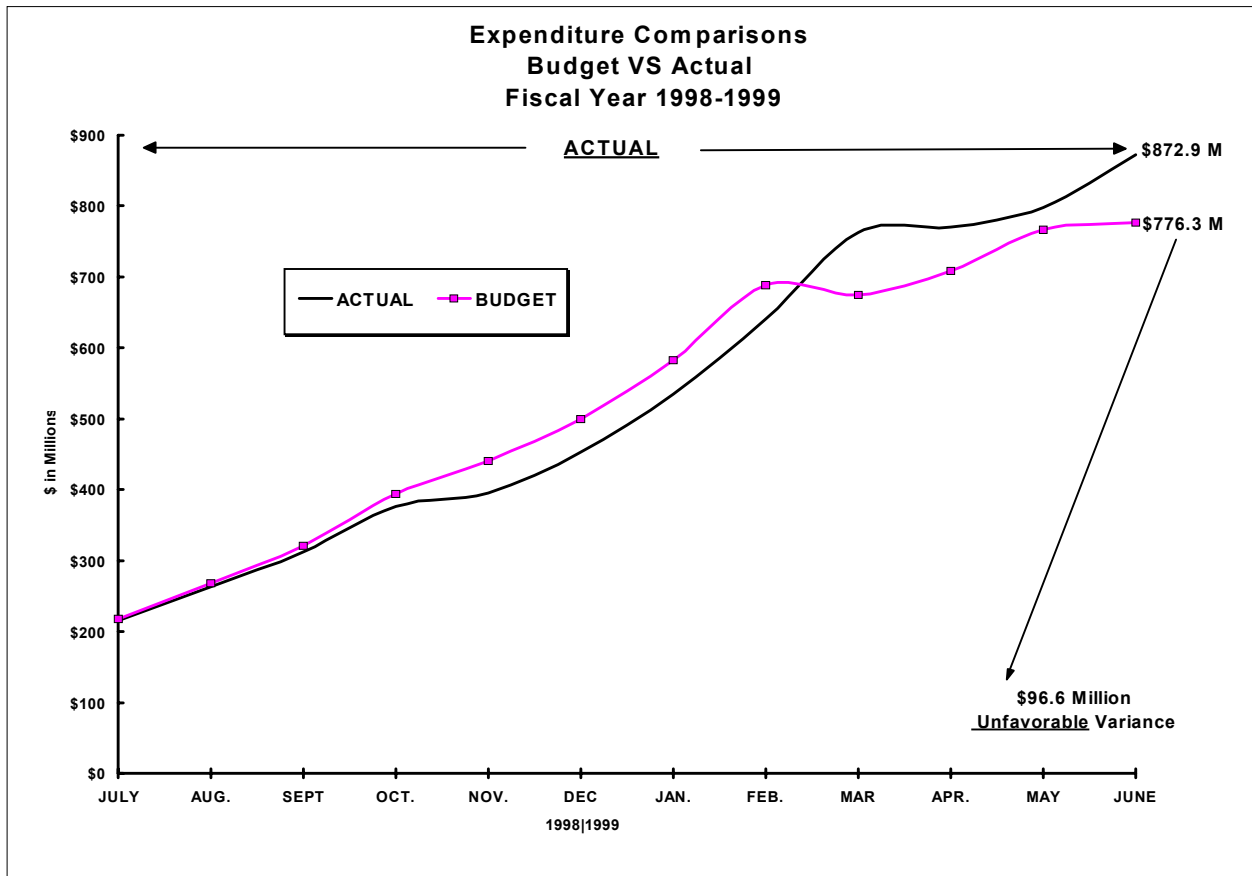
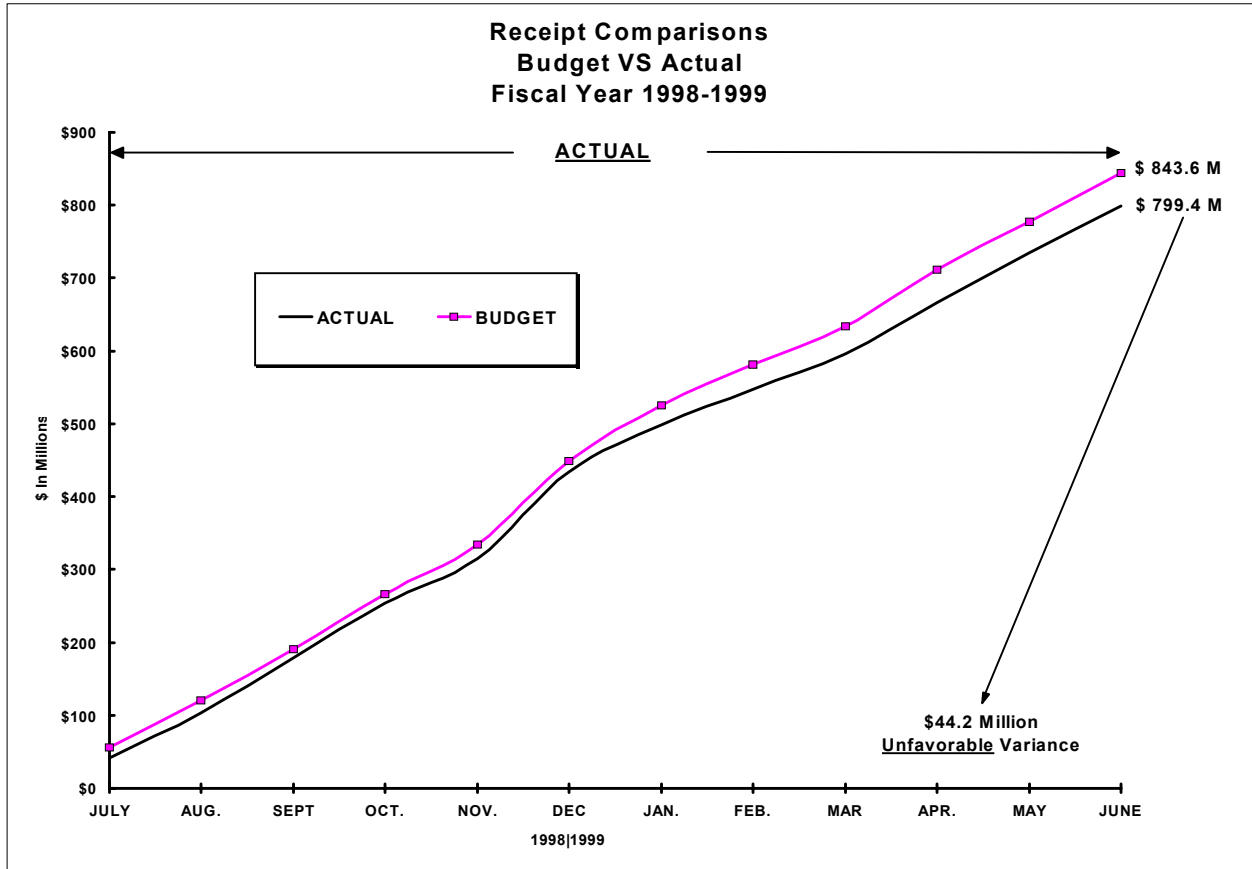
Summary of Investment Activity and Status of Cash

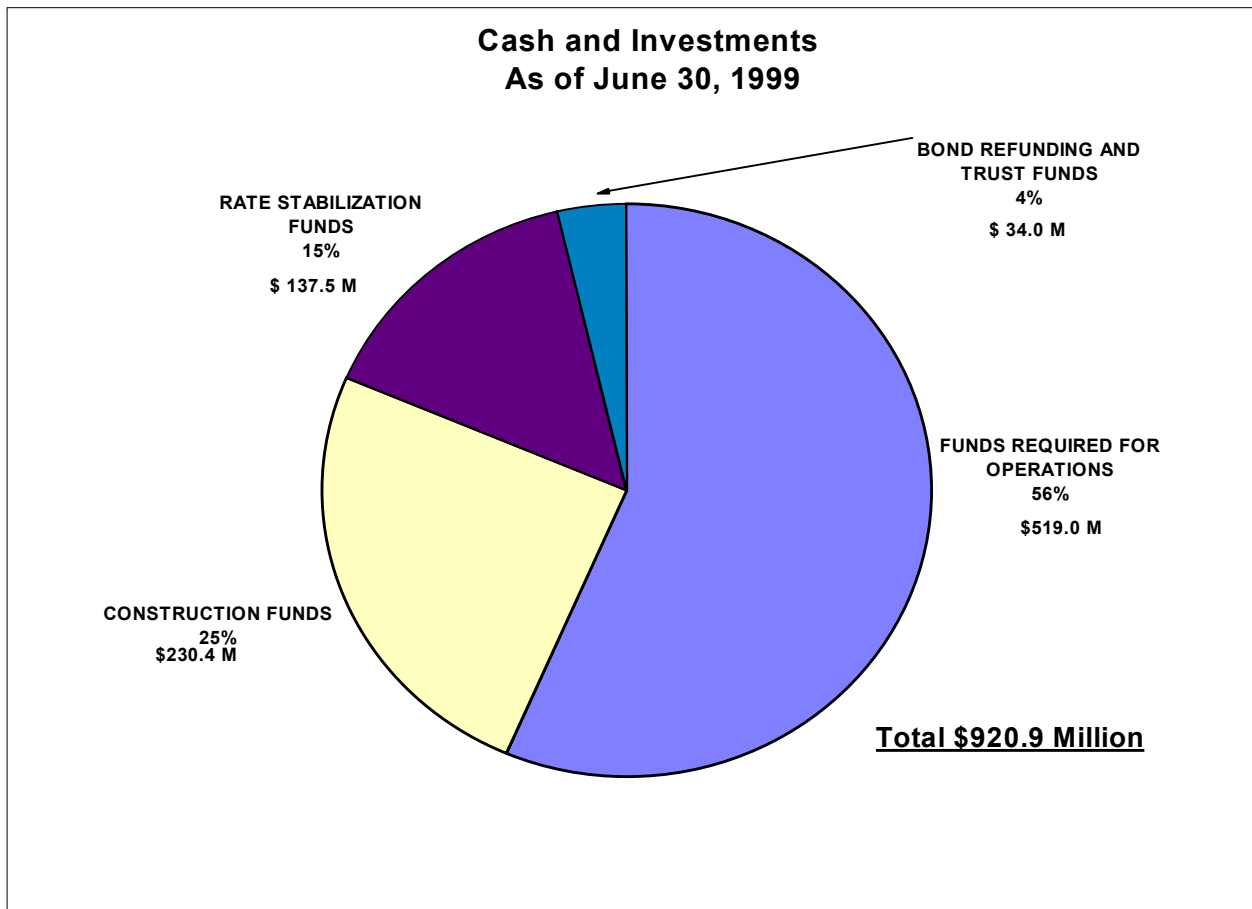
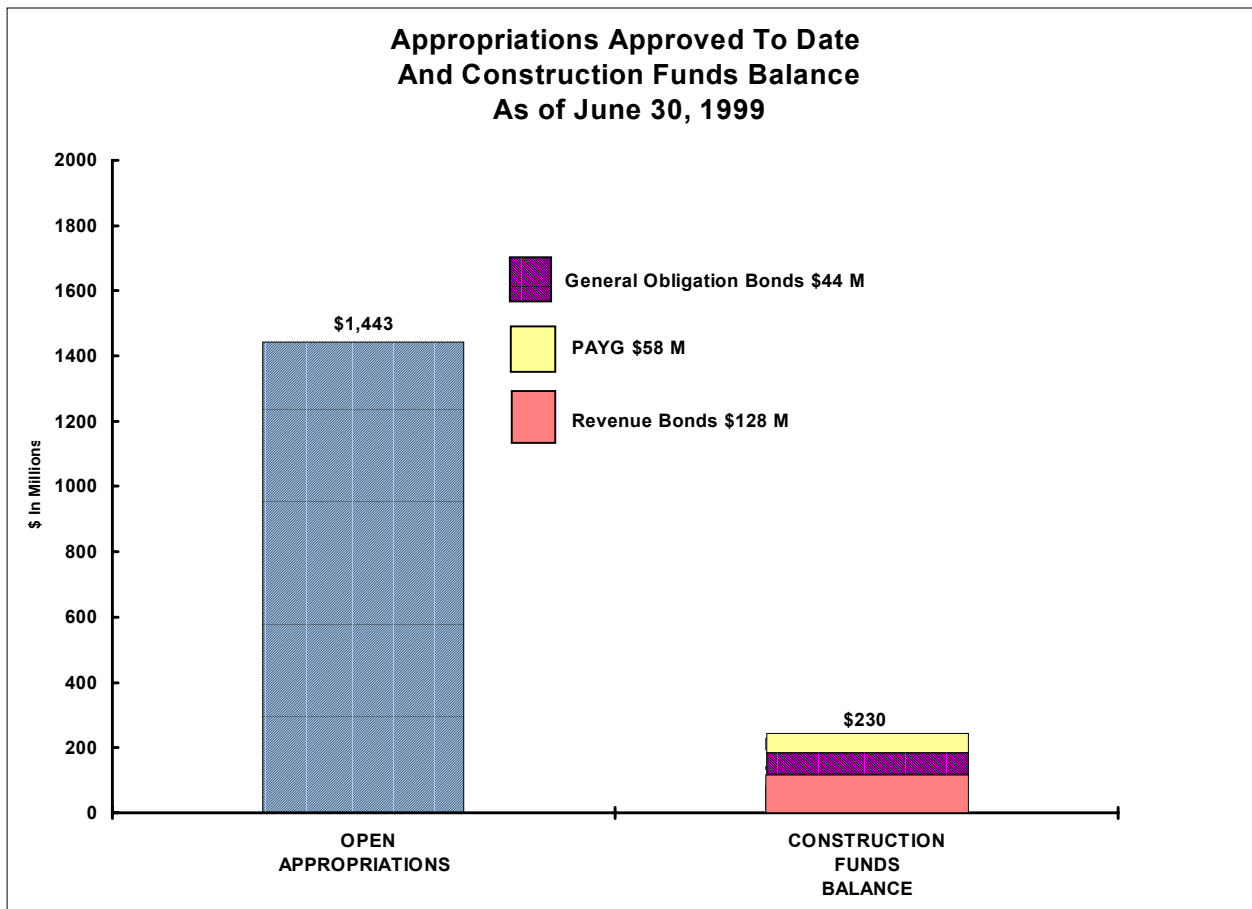
Yield Comparisons

DIF/RHY

Attachment 10-3A

FINANCIAL BOARD CHARTS





BUDGET VS. COST REPORT
July 1, 1998 to June 30, 1999
CASH BASIS
(\$ in Thousands)

<u>FISCAL YEAR 1998-99</u>	ANNUAL BUDGET	BUDGET THROUGH June 1999	ACTUAL THROUGH June 1999	VARIANCE		X- REF.
				DOLLARS	PERCENT	
SOURCES OF FUNDS						
RECEIPTS						
WATER SALES	\$ 614,506	\$ 614,506	\$ 571,909	\$ (42,597)	-6.9%	
TAXES	\$ 85,958	\$ 85,958	\$ 94,394	\$ 8,436	9.8%	
READINESS-TO-SERVE CHARGE (RTS)	\$ 80,000	\$ 80,000	\$ 79,870	\$ (130)	-0.2%	
INTEREST ON INVESTMENTS (1)	\$ 43,519	\$ 43,519	\$ 37,824	\$ (5,695)	-13.1%	(a)
POWER RECOVERY AND MISCELLANEOUS	\$ 16,345	\$ 16,345	\$ 14,856	\$ (1,489)	-9.1%	
BUSINESS DEVELOPMENT	\$ 3,300	\$ 3,300	\$ 531	\$ (2,769)	-83.9%	(b)
TOTAL RECEIPTS	\$ 843,628	\$ 843,628	\$ 799,384	\$ (44,244)	-5.2%	
USE OF RATE STABILIZATION FUNDS	\$ -	\$ -	\$ 65,484	\$ 65,484	-100.0%	(c)
PROJECTED USE OF PRIOR YEAR PAYG FUNDS	\$ 15,000	\$ 15,000	\$ 15,000	\$ -	-	
PROJECTED USE OF DEBT PROCEEDS FOR CONSTRUCTION	\$ 450,600	\$ 450,600	\$ 497,080	\$ 46,480	10.3%	(d)
TOTAL SOURCES OF FUNDS	\$ 1,309,228	\$ 1,309,228	\$ 1,376,948	\$ 67,720	5.2%	
USES OF FUNDS						
EXPENDITURES						
STATE WATER CONTRACT	\$ 240,255	\$ 240,255	\$ 243,805	\$ (3,550)	-1.5%	
WATER TRANSFERS \ OPTIONS	\$ 5,100	\$ 5,100	\$ 12,624	\$ (7,524)	-147.5%	(e)
COLORADO RIVER SUPPLIES	\$ 35,650	\$ 35,650	\$ 25,834	\$ 9,816	27.5%	(f)
DEBT SERVICE	\$ 245,050	\$ 245,050	\$ 234,416	\$ 10,634	4.3%	
PAYG CONSTRUCTION FROM CURRENT YEAR RECEIPTS	\$ 90,000	\$ 90,000	\$ 89,918	\$ 82	0.1%	
UNION STATION HEADQUARTERS & OTHER (2)	\$ 22,422	\$ 22,422	\$ 25,908	\$ (3,486)	-15.5%	(g)
REIMBURSEMENT FROM MWDAFC	\$ (129,000)	\$ (129,000)	\$ -	\$ (129,000)	100.0%	(h)
MWD O&M	\$ 223,252	\$ 223,252	\$ 207,363	\$ 15,889	7.1%	
OPERATING EQUIPMENT	\$ 9,211	\$ 9,211	\$ 7,453	\$ 1,758	19.1%	(i)
LOCAL RESOURCES PROGRAM - NET	\$ 19,260	\$ 19,260	\$ 10,634	\$ 8,626	44.8%	(j)
SUBTOTAL	\$ 761,200	\$ 761,200	\$ 857,955	\$ (96,755)	-12.7%	
PAYG CONSTRUCTION FUNDED FROM PAYG RESERVES	\$ 15,000	\$ 15,000	\$ 15,000	\$ -	-	
DEBT-FINANCED CONSTRUCTION EXPENDITURES	\$ 450,600	\$ 450,600	\$ 497,080	\$ (46,480)	-10.3%	(k)
TOTAL EXPENDITURES	\$ 1,226,800	\$ 1,226,800	\$ 1,370,035	\$ (143,235)	-11.7%	
WATER TRANSFER DEPOSITS (3)	\$ 18,900	\$ 18,900	\$ 11,376	\$ 7,524	39.8%	(l)
ADJUSTMENTS IN RESERVES	\$ 4,395	\$ 4,395	\$ (4,464)	\$ 8,859	201.6%	(m)
INCREASE IN RATE STABILIZATION FUNDS	\$ 59,133	\$ 59,133	\$ -	\$ 59,133	100.0%	(n)
TOTAL USE OF FUNDS	\$ 1,309,228	\$ 1,309,228	\$ 1,376,948	\$ (67,720)	-5.2%	

Note: Trust Account Transactions are not reflected in this report. Minor differences are due to rounding.

(1) Excludes interest earned on construction and trust funds.

(2) Other expenditures include cash activity in the General Fund for reimbursable Projects. Actual expenditures exclude the \$10.2 million payment for property in Ventura County for desalination facilities. Proceeds from the sale of the Bolsa Chica property were used to make the payment.

(3) Deposit to the Water Transfer Fund during the fiscal year net of expenditures.

CASH BASIS SUMMARY
VARIANCE EXPLANATIONS

Through June 30, 1999

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

RECEIPTS:

- a) Interest on investments were under budget by \$5.7 million for the fiscal year due to lower interest rates on investments than budgeted as the monthly return on the portfolio decreased from 5.99 percent to 5.64 percent during the year.
- b) Business Development revenues were \$2.8 million under budget. Certain projects expected to be classified as Business Development were reclassified as reimbursable projects.
- c) The 1998-99 Annual Budget assumed that the Metropolitan Water District Asset Financing Corporation (MWDAFC) would reimburse Metropolitan for a portion of the construction costs (\$129 million) of the Union Station Headquarters Building. However, as part of the adoption of the Long Range Finance Plan, the Board decided not to proceed with the reimbursement. As a result of that decision, there was a shortfall of approximately \$66 million between receipts and expenditures that was bridged by the use of rate stabilization funds.
- d) Use of debt proceeds for construction. *(see explanation for item (k))*

EXPENDITURES:

- e) The budget for Water Transfers was \$24 million. It was estimated that \$5.1 million would be spent on water transfer payments and \$18.9 million would be deposited into the Water Transfer Fund. While the overall budget was not exceeded, \$12.6 million was paid for water transfer expenses and \$11.4 million was deposited into the Fund. The additional expenditures were primarily associated with water deliveries made under the Semi-Tropic Storage Agreement. Metropolitan was able to store 158,600 acre-feet of water in the Semi Tropic and Arvin Edison basins as supplies from the State Water Project in southern San Joaquin Valley were available during 1998-99. To date, Metropolitan has stored 170,000 acre-feet of water under these agreements.
- f) Colorado Rivers Supplies were \$9.8 million under budget. The primary factor for the under run was delays of initial feasibility and environmental work in connection with off stream storage development. Other contributing factors included lower than expected CRA water diversions; a higher than expected allocation of Parker power plant generation which resulted in lower economy energy purchases; and deferment to FY 1999-2000 of payments to Imperial Irrigation District for a portion of the 1999 annual direct costs associated with the IID/MWD Conservation Program.

- g) Expenditures for construction of the Union Station Headquarters Building were under budget, however other General Fund activity resulted in an unfavorable variance. Funds remaining in some conservation reimbursable projects were transferred to the O&M Fund and resulted in a charge to the General Fund. Conversely, this transfer contributed to the favorable variance in operations and maintenance expenditures.
- h) At its March 1999 meeting, the Board decided not to reimburse the General Fund for Headquarters' construction expenditures through a proposed MWDAFC financing of \$129 million.
- i) Operating equipment was under budget by approximately \$1.8 million as a result of increased cost containment efforts.
- j) Net expenditures for the Local Resources Program were approximately \$8.6 million under Budget for the year. This is primarily due to delays in starting up new projects and slower than anticipated recycled water customer hookups for existing projects. Examples of projects with delayed startups include the Sweetwater Desalter and recycling projects by Eastern MWD. Examples of existing projects with slower than anticipated recycled water customer hookups include projects with the Inland Empire UA, Otay Water District, Santa Margarita Water District, Central Basin MWD, West Basin MWD and several others. Additionally the Arlington Desalters had mechanical problems and cool spring weather may have affected recycled water irrigation demands. Some of these experiences may carry into Fiscal Year 1999-00 and are currently being investigated as the year-end data is received from the participating agencies.
- k) Debt financed construction expenditures were 10.3 percent over budget for the fiscal year. The over budget variance is mainly attributable to construction work that is ahead of schedule on the Inland Feeder Project. Even though the project is experiencing delays on the Arrowhead East Tunneling contract due to significant groundwater inflows, construction of 6.8 miles of pipe on the Riverside South Pipeline is expected to be completed in July 1999 seven months ahead of schedule and construction of 6.3 miles of pipe on the Riverside North Pipeline is expected to be completed in late 1999 six months ahead of schedule. In addition, progress on the Arrowhead West Tunnel and the Riverside Badlands Tunnel contracts are ahead of the original plan for fiscal year 1998-99.
- l) Deposit to the Water Transfer Fund (*see explanation for item (e)*)
- m) Adjustments in reserves were \$8.3 under budget based on based on fund balances and the requirements for restricted reserves as set forth in bond covenants and Board policies.
- n) Increase in Rate Stabilization Funds. The 1998-99 Annual Budget included a \$59 million increase to the Water Rate Stabilization Fund. This was based, in part, on the assumption that the MWDFAC would reimburse Metropolitan for a portion of the construction costs (\$129 million) of the Union Station Headquarters Building. However since the Board decided not to proceed with the financing, there was draw on the fund instead of an increase. (*see explanation for item (c)*)

STATEMENT OF RECEIPTS, DISBURSEMENTS AND BALANCES

JULY 1, 1998 THROUGH JUNE 30, 1999

(\$ in Thousands)

	TOTAL ALL FUNDS	OPERATING FUNDS	STATE CONTRACT FUNDS	DEBT SERVICE FUNDS	RATE STABILIZATION FUNDS	PAY-AS-YOU GO FUND	REVOLVING CONSTRUCTION FUNDS	REVENUE BOND CONSTRUCTION FUNDS	COMMERCIAL PAPER NOTE CONSTRUCTION	OTHER FUNDS
CASH AND INVESTMENT										
BALANCES - START OF PERIOD	\$ 1,561,943	\$ 318,193	\$ 68,988	\$ 160,008	\$ 111,157	\$ 141,186	\$ -	\$ 589,064	\$ -	\$ 173,348
RECEIPTS										
Net Tax Collections	94,394	0	38,531	55,863	0	0	0	0	0	0
Water Sales	591,791	591,791	0	0	0	0	0	0	0	0
Wheeling	410	410	0	0	0	0	0	0	0	0
Readiness-To-Serve (WSC)	79,870	79,870	0	0	0	0	0	0	0	0
Power Recoveries	10,902	10,902	0	0	0	0	0	0	0	0
Interest on Investments	79,864	6,523	1,241	4,730	17,254	8,085	0	32,347	16	9,668
Debt Proceeds	259,382	0	0	741	0	0	0	48,526	0	210,115
Reimbursements	12,619	6,278	0	0	0	5,980	0	362	0	0
Other Collections	4,074	4,074	0	0	0	0	0	0	0	0
TOTAL RECEIPTS	1,133,306	699,847	39,772	61,334	17,254	14,065	0	81,235	16	219,783
INTER-FUND TRANSACTIONS										
Inter-Fund Transfers	0	(269,623)	77,700	167,629	9,060	13,295	0	(7)	0	1,945
TOTAL INTER-FUND TRANSACTIONS	0	(269,623)	77,700	167,629	9,060	13,295	0	(7)	0	1,945
DISBURSEMENTS - NET										
Operations & Maintenance	252,038	252,038	0	0	0	0	0	0	0	0
Operating Equipment	7,665	7,665	0	0	0	0	0	0	0	0
Operating Supplies Inventory	(2,069)	(2,069)	0	0	0	0	0	0	0	0
Undistributed Payroll (Net)	(6,110)	(6,110)	0	0	0	0	0	0	0	0
Construction	643,041	39,300	0	0	0	106,298	0	497,426	16	0
DWR - Capital Payments	145,399	0	145,399	0	0	0	0	0	0	0
DWR - Minimum O&M	110,657	110,657	0	0	0	0	0	0	0	0
Off Aqueduct Facilities	56,669	28,347	28,322	0	0	0	0	0	0	0
CRA - Power	20,598	20,598	0	0	0	0	0	0	0	0
SWC - Variable Power	6,039	6,039	0	0	0	0	0	0	0	0
SWC - Credit	(74,959)	(28,386)	(46,574)	0	0	0	0	0	0	0
DWR - Water Bank/Transfer/Options	12,624	12,624	0	0	0	0	0	0	0	0
To MWDOC - Allen-McColloch Ppl	4,600	0	0	0	0	4,600	0	0	0	0
Debt Service on MWD Bonds	380,539	0	0	234,416	0	0	0	0	0	146,123
Arbitrage Rebate Tax to IRS	589	0	0	0	0	0	0	0	0	589
Net Book Gain/Loss on Investment	67	4	0	2	(21)	(8)	0	102	0	(13)
TOTAL DISBURSEMENTS	1,557,387	440,708	127,147	234,418	(21)	110,891	0	497,528	16	146,700
TRANSFERS TO ESCROW BANK ACCOUNT	(212,434)	0	0	0	0	0	0	0	0	(212,434)
TRUST ACCT TRANSACTIONS <NET>	(4,492)	(2,193)	0	(360)	0	0	0	0	0	(1,938)
CASH AND INVESTMENT										
BALANCES - END OF PERIOD	\$ 920,936	\$ 305,517	\$ 59,312	\$ 154,192	\$ 137,492	\$ 57,655	\$ -	\$ 172,764	\$ -	\$ 34,004

Note: Due to rounding, detail and subtotals may not foot or crossfoot to subtotals and total.

BALANCE SHEET (Preliminary)
BALANCE SHEET AS OF JUNE 30, 1999 (Preliminary)*

ASSETS
(\$ in Thousands)

CASH AND INVESTMENTS	
Operating, Construction and Other	\$ 918,566
Held for Crossover Refunding Bonds	-
Held for Future Desalination Facilities	2,370
Change in Fair Value of Investments	<u>4,996</u>
Total Cash and Investments	925,932
ACCOUNTS RECEIVABLE	
Tax Assessments	1,325
Annexation Charges	13,164
Water Sales	107,199
Readiness-To-Serve (WSC)	1,064
Power Recoveries	1,218
Interest Accrued on Investments	17,889
Notes Receivable	5,239
Sundry	<u>(2,054)</u>
Total Accounts Receivable	145,044
INVENTORIES	15,051
OTHER ASSETS	
Deferred Charges	184,315
Feasibility Studies, Reimbursables, etc.	9,373
Construction & Right of Way Deposits	<u>3,113</u>
Total Other Assets	196,801
PROPERTY, PLANT AND EQUIPMENT	
Land, Easements & Right of Way	477,637
Completed Features	2,123,448
Work in Progress	2,857,496
Less: Allowance for Depreciation	<u>(611,230)</u>
Total Comp. Features & WIP Net of Allow. for Depr.	4,369,714
Preoperating Costs - Capitalized	44,595
Less: Portion Amortized	<u>(21,817)</u>
Total Preoperating Costs Net of Amortization	22,778
Participation Rights - State Fac.	2,994,438
Less: Portion Amortized	<u>(1,553,906)</u>
Total State Fac. Partic. Rts Net of Amort.	1,440,531
Participation Rights - Other Fac.	232,545
Less: Portion Amortized	<u>(21,594)</u>
Total Other Fac. Partic. Rts. Net of Amort.	210,950
Major Operating Equipment	92,597
Less: Allowance for Depreciation	<u>(70,981)</u>
Total Major Operating Equipment Net of Depr.	21,616
TOTAL ASSETS	<u><u>\$ 7,826,055</u></u>

* For the final report, refer to the audited financial statements.

Note: Due to rounding, detail and subtotals may not foot or crossfoot to subtotals and total.

BALANCE SHEET AS OF JUNE 30, 1999 (Preliminary)*

LIABILITIES AND EQUITY
(\$ in Thousands)

ACCOUNTS PAYABLE & ACCRUED EXPENSE	
Commercial Paper Notes	\$ 300,000
Matured Bonds & Coupon not Presented for Payments	1,910
Bond Int. Accrued but not Due	68,153
Accrued Prem. on Called Bonds	(65)
Total Bonds	<u>69,998</u>
Participation Rights - State Facilities	95,471
State Variable and Minimum OMP&R Services, Material, etc.	94,096
Compensated Absences	34,059
Trust Funds	25,658
Customer Deposits	17,529
	<u>2,329</u>
Total Accounts Payable & Accrued Expense	639,139
DEFERRED INCOME	
Deferred Readiness-To-Serve (WSC)	-
Deferred Water Sales	858
Deferred Tax Levies - Current Year	-
PERS Employer's Credits	6,057
Deferred Interest	-
Deferred Water Bank Sales	-
	<u>-</u>
Total Deferred Income	6,915
LONG TERM OBLIGATIONS	
Bonds & Notes Payable:	
1966/69 G.O. Bonds	221,340
** G.O. Refunding Bonds	350,402
Revenue Bonds	1,675,870
** Revenue Refunding Bonds	709,267
Crossover Refunding Bonds	-
	<u>-</u>
Total Bonds & Notes Payable	2,956,879
Other Long Term Obligations:	
Due to MWDOC - Allen-McColloch Pipeline	26,039
Unamortized Bond Premium	6,674
Unamortized Bond Discount	(57,435)
Employees' Deferred Compensation Payable	42,343
Obligation for Off-Aqueduct Power Facilities	117,969
Interest to Be Rebated to IRS	-
Obligation for Iron Mountain Landfill Closure	1,270
	<u>1,270</u>
Total Other Long Term Obligations	136,859
EQUITY	
Contributions	38,481
Annexation Commitments	376,576
Other Retained Earnings	3,455,935
Estimated Income	215,271
	<u>215,271</u>
Total Equity	4,086,264
TOTAL LIABILITIES AND EQUITY	<u>\$ 7,826,055</u>

* For the final report, refer to the audited financial statements.

** Net of Deferred Loss on Early Retirement of Debt. \$ 6,293 & \$ 29,463 respectively.

Note: Due to rounding, detail and subtotals may not foot or crossfoot to subtotals and total.

STATEMENT OF OPERATIONS (Preliminary)

FISCAL YEAR THROUGH JUNE 30, 1999

(\$, Acre Feet and kWh in Thousands)

GROSS OPERATING INCOME			
Water Sales:	Acre Feet		
Treated	1,126	\$	467,639
Untreated	402		131,084
Wheeling	1		410
Reclaimed Water	65		15,770
	<u>1,595</u>		<u>614,903</u>
Readiness-To-Serve (WSC)			80,000
Connection Maintenance Charge			2,936
Power Recoveries (253,639 kWh)			10,989
Business Development			557
			<u>709,385</u>
OPERATION AND MAINTENANCE			
Operations			209,046
Power and Water Costs			197,277
Business Development			652
			<u>406,976</u>
Operating Income before Amort. & Depr.			302,409
Amort. of Participation Rights			79,304
Depreciation, Plant			61,806
			<u>141,111</u>
Operating Income			161,299
OTHER INCOME			
Net Tax Revenues			88,143
Interest Earned on Investments			64,190
Change in Fair Value of Investments			(8,794)
Current Interest Levies - Annexation Commitments			996
Property Rentals			985
Gain on Land Sales			(98)
Earnings on Escrow Accounts			177
Sundry Revenues			1,249
			<u>146,848</u>
INTEREST AND OTHER EXPENSE			
Bond Interest Expense			94,892
Adjustment for OAPF obligation			3,554
Arbitrage Rebate Tax			(148)
Research and Development			10,669
Sundry Expense			2,050
			<u>111,017</u>
Income before Annex Inc. & Prior Years' Adjust			197,129
ANNEXATION INCOME			
Levies for Uncapitalized Annexation - Principal			3
New Annexations - Principal			197
			<u>200</u>
ADJUSTMENTS OF PRIOR YEARS' POWER AND WATER COSTS			<u>17,942</u>
NET INCOME			<u>\$ 215,271</u>

* For the final report, refer to the audited financial statements.

Note: Due to rounding, detail and subtotals may not foot or crossfoot to subtotals and total.

STATEMENT OF OPERATIONS

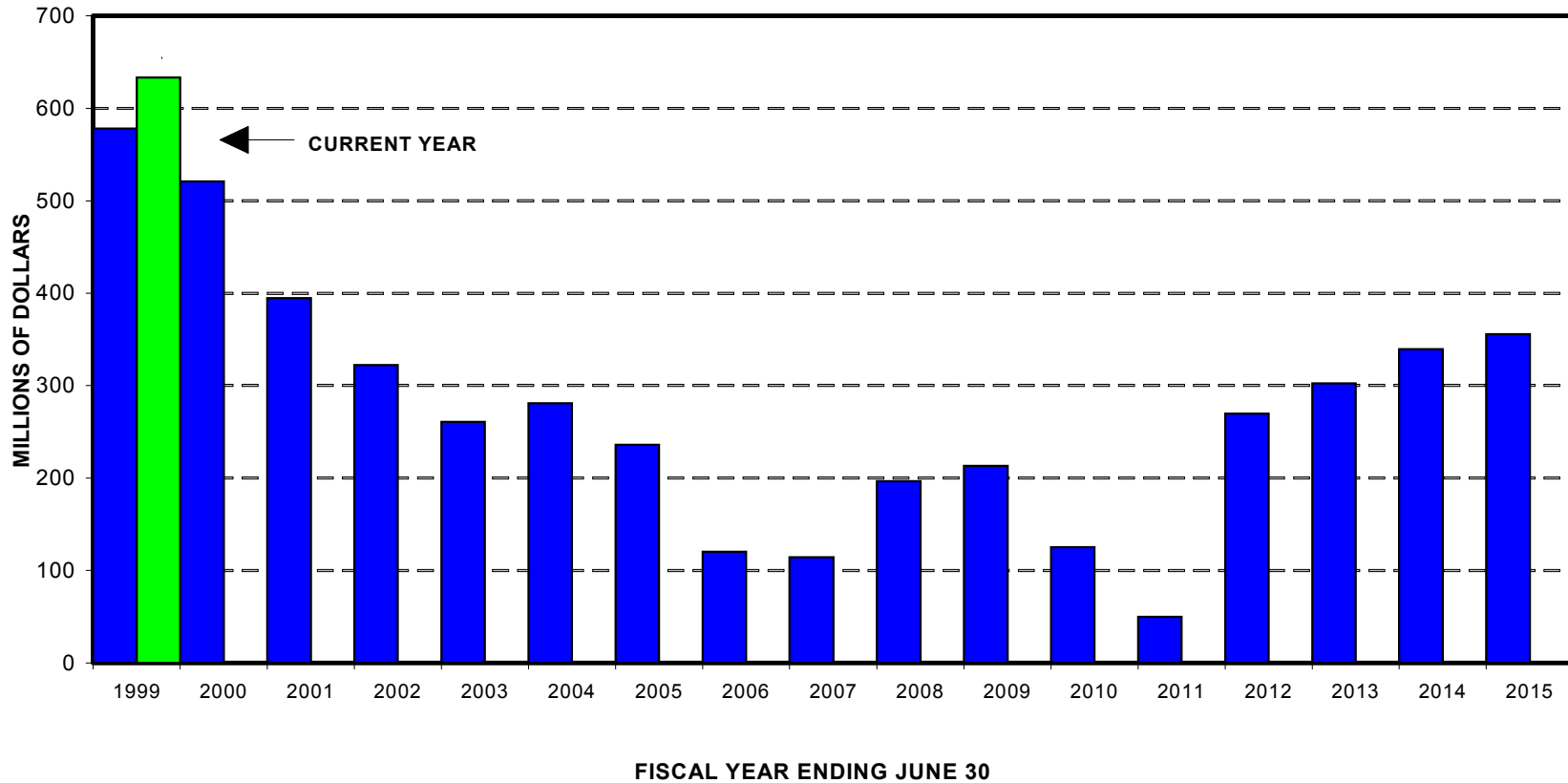
FISCAL YEAR THROUGH JUNE 30, 1998
 (\$, Acre Feet and kWh in Thousands)

GROSS OPERATING INCOME			
Water Sales:	Acre Feet		
Treated	1,055	\$	437,025
Untreated	461		141,783
Reclaimed Water	53		13,436
	<u>1,569</u>		<u>592,245</u>
Readiness-To-Serve (WSC)			76,897
Connection Maintenance Charge			2,935
Power Recoveries (245,110 kWh)			10,681
Business Development			<u>562</u>
		\$	<u>683,319</u>
OPERATION AND MAINTENANCE			
Operations			216,753
Power and Water Costs			190,490
Business Development			<u>495</u>
			<u>407,738</u>
Operating Income before Amort. & Depr.			275,582
Amort. of Participation Rights			76,727
Depreciation, Plant			<u>44,165</u>
			<u>120,892</u>
Operating Income			154,689
OTHER INCOME			
Net Tax Revenues			83,726
Interest Earned on Investments			82,054
Change in Fair Value of Investments			(2,024)
Current Interest Levies - Annexation Commitments			1,155
Property Rentals			716
Gain on Land Sales			7
Earnings on Escrow Accounts			200
Sundry Revenues			<u>1,873</u>
			<u>167,706</u>
INTEREST AND OTHER EXPENSE			
Bond Interest Expense			99,804
Adjustment for OAPF obligation			11,818
Arbitrage Rebate Tax			-
Sundry Expense			<u>3,096</u>
			<u>114,718</u>
Income before Annex Inc. & Prior Years' Adjust			207,677
ANNEXATION INCOME			
Levies for Uncapitalized Annexation - Principal			3
New Annexations - Principal			<u>264</u>
			267
ADJUSTMENTS OF PRIOR YEARS' POWER AND WATER COSTS			<u>21,305</u>
NET INCOME		\$	<u><u>229,249</u></u>

Note: Due to rounding, detail and subtotals may not foot or crossfoot to subtotals and total.

PROJECTED AND ACTUAL CONSTRUCTION COSTS
 THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA
PROJECTED AND ACTUAL CONSTRUCTION COSTS
 (BASED ON FINAL 1998 - 1999 BUDGET FORECAST)
 JUNE 1999

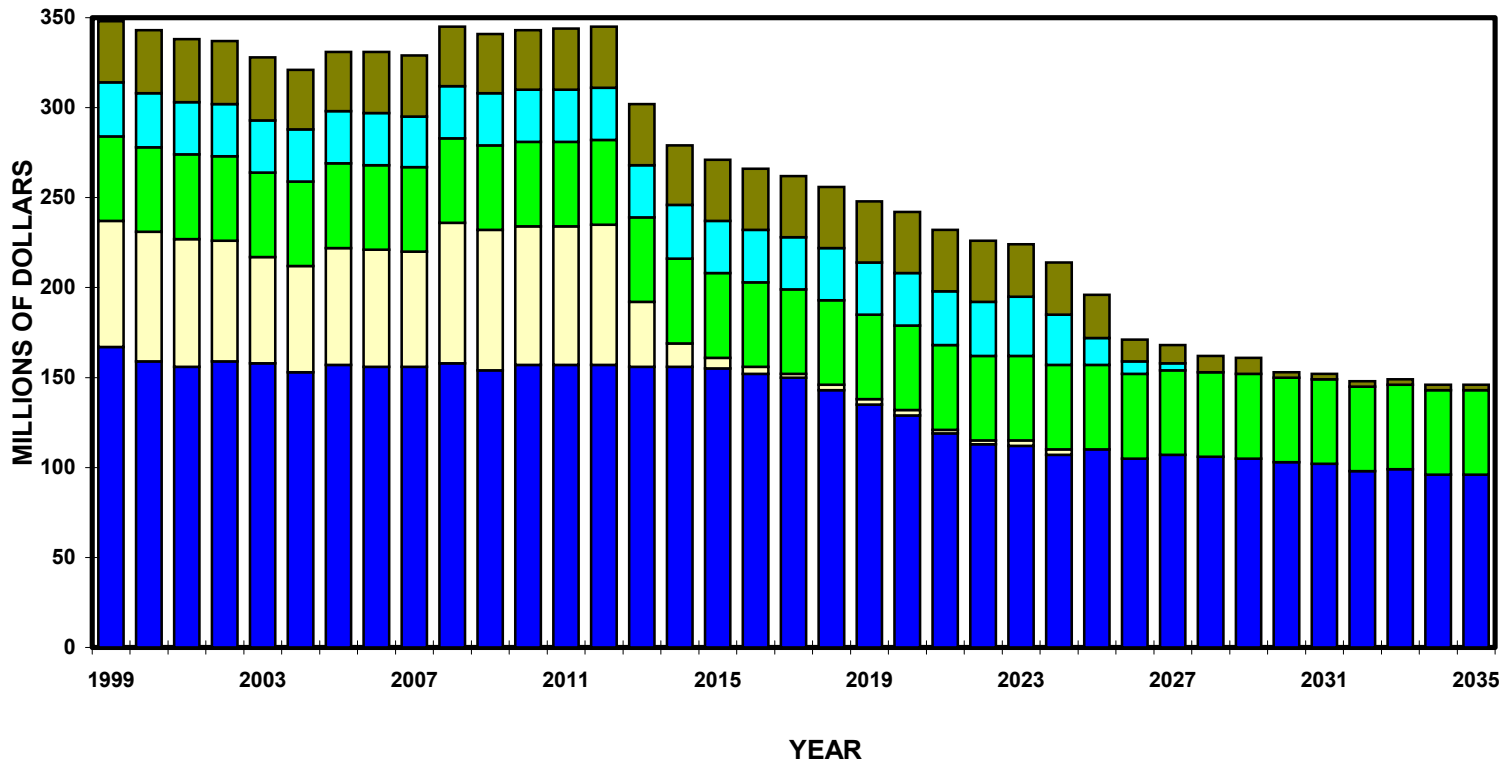
<p>■ PROJECTED COSTS THROUGH 2015 ESCALATED AT 5% FOR THOSE PROJECTS FOR WHICH FORMAL CONSTRUCTION CONTRACTS HAVE NOT BEEN AWARDED: TOTAL PROGRAM</p> <p>■ EXPENDITURES TO DATE (F/Y 1998-99)</p> <p>APPROPRIATIONS APPROVED TO DATE (F/Y 1998-99)</p>	<p>\$ 4,680.3</p> <p>633.5</p> <p>107.1</p>
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PROJECTED FIXED SWC CHARGES THROUGH 2035

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

	TRANSPORTATION	\$ 4,961	* FROM ATTACHMENT 3, DEPARTMENT OFF WATER RESOURCES INVOICE DATED JULY 1, 1998. ALL AMOUNTS IN 1998 DOLLARS. AMOUNT CHARGES ARE BASED ON ORIGINAL ENTITLEMENT OF 2,011,500 AF FOR 1999-2035
	OFF-AQUEDUCT	1,057	
	STORAGE & CONSERVATION	1,755	
	REVENUE BOND SURCHARGE	791	
	EAST BRANCH ENLARGEMENT	951	
TOTAL		<u>\$ 9,515</u>	



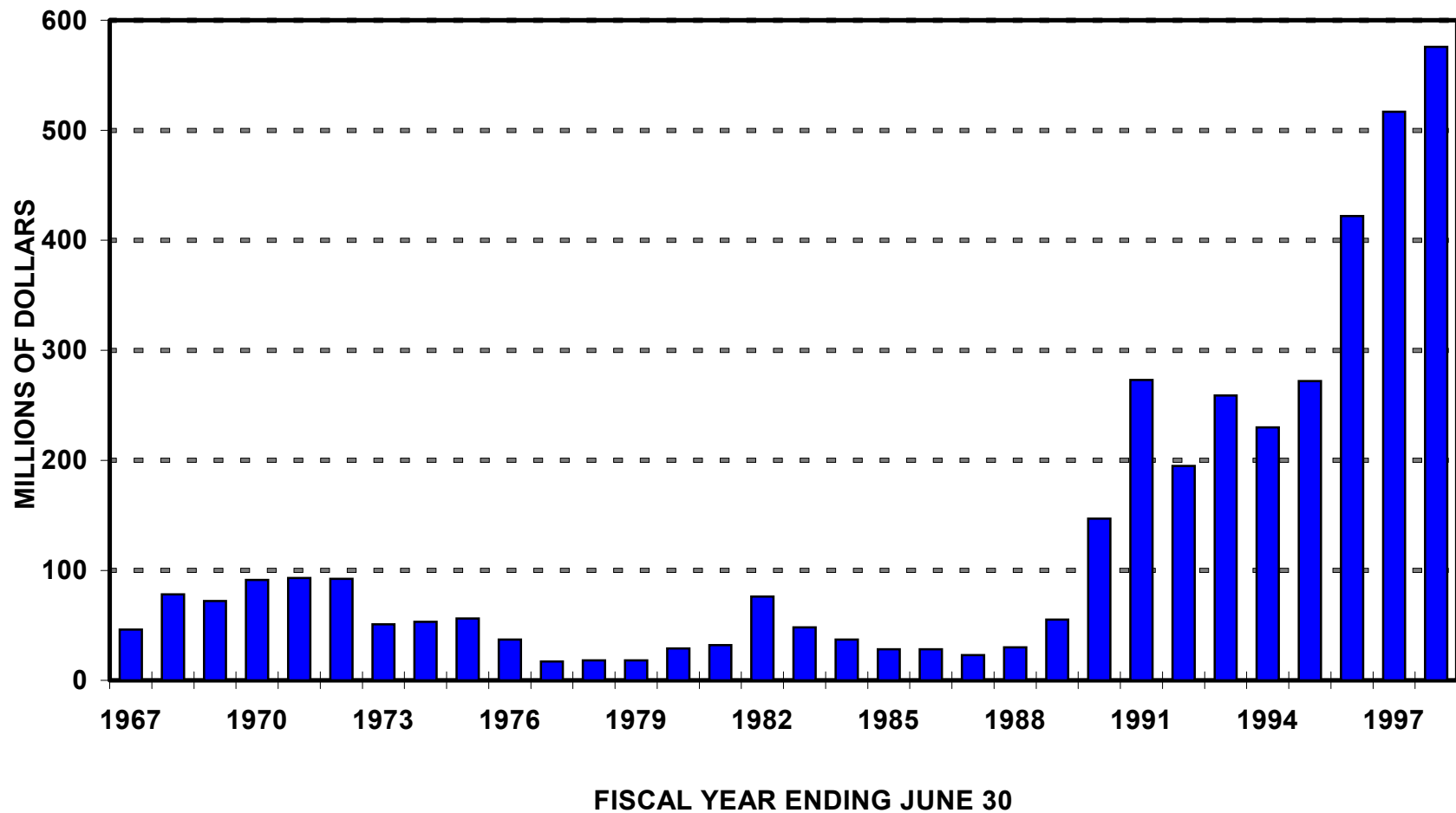
HISTORICAL CONSTRUCTION EXPENDITURES

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

HISTORICAL CONSTRUCTION EXPENDITURES

from 7-1-66 through 6-30-98

 EXPENDITURES THROUGH 6-30-98 \$4.00 BILLION



Completion of Capital Programs as of June 30, 1999

APPROPRIATION NUMBER	APPROPRIATION DESCRIPTION
15170	Seismic Modifications - All 5 Pumping Plants
15174	Skinner Filtration Plant, Emergency Power Generating Station
15190	District Facility - Water Discharge Elimination
15210	All American and Coachella Lining
15246	All American Canal Lining Project EIR Plan
15265	Procurement of AMICP Mass Spectrometer
15290	Construct Messaging Infrastructure & Installation Electronic
15303	San Diego Canal Chain Link Fencing Removal and Replacement
15311	Riverside County-Bachelor Mountain Communications Site Acquisition

ELIGIBILITY OF SECURITIES

Date: July 19, 1999
To: Board of Directors
From: N. Gregory Taylor, General Counsel
Subject: Review as to Eligibility of Securities Invested in by the
Treasurer for the Month of June 1999

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 June 1999 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
#14896

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

TRANSMITTAL LETTER

Date: July 9, 1999
To: Budget and Finance Committee
From: General Manager
Subject: Treasurer’s Monthly Report June, 1999

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 8, 1999.

Interest Earnings

Portfolio	1 Year		Fiscal Year	Weighted Average
<u>Yield</u>	<u>Treasury Bill</u>	<u>Month</u>	<u>to Date</u>	<u>Days to Maturity</u>
5.52%	5.05 %	\$4,135,000	\$61,368,000	486

	<u>Book Value</u>	<u>Market Value</u>	<u>Excess of Market Over Cost</u>
Operating Funds	\$ 310,122,000		
State Water Contract Fund	59,312,000		
Debt Service Funds	154,155,000		
Rate Stabilization Funds	<u>137,492,000</u>		
Total	\$ 661,081,000	\$ 660,816,000	
Construction and Trust Funds	<u>\$ 267,003,000</u>	<u>\$ 272,264,000</u>	
	\$928,084,000	\$933,080,000	<u>\$4,996,000</u>

General Manager

By: Lambertus H. Becker
 Chief Financial Officer

Attachments
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SUMMARY OF INVESTMENT ACTIVITY AND STATUS OF CASH**THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA****The Metropolitan Water District of Southern California***Summary Report of Investment Activity & Status of Cash for the Month Ending June 30, 1999*

(Shown at Book Value and \$ in Thousands)

SECURITIES:	BALANCE	PURCHASES	SALES	MATURITIES	BALANCE	% of Portfolio ACT.	CODE
U. S. TREASURY	\$103,896	\$7,289	\$0	\$3,042	\$108,143	11.7	100
U.S. GUARANTEES-GNMA'S	\$6,482	\$0	\$0	\$223	\$6,259	0.7	100
FEDERAL AGENCIES	\$75,620	\$14,574	\$0	\$6	\$90,188	9.7	50
REPURCHASE AGREEMENTS	\$110,000	\$1,338,557		\$1,377,557	\$71,000	7.7	50
BANKERS' ACCEPTANCES	\$12,743	\$5,485	\$501	\$5,437	\$12,290	1.3	40
COMMERCIAL PAPER	\$275,403	\$845,984	\$13,374	\$843,269	\$264,744	28.5	30
NEGOTIABLE CERTIFICATES OF DEPOSIT	\$116,519	\$95,999	\$0	\$90,010	\$122,508	13.2	30
TIME DEPOSITS	\$1,000	\$0	\$0	\$0	\$1,000	0.1	
SHARES OF BENEFICIAL INTEREST	\$0	\$0	\$0	\$0	\$0	0.0	15
LOCAL AGENCY INVESTMENT FUND - CALIFORNIA	\$79,883	\$1	\$0	\$0	\$79,884	8.6	
MEDIUM TERM NOTES	\$156,577	\$10,987	\$0	\$16,777	\$150,787	16.2	20
ASSET-BACKED SECURITIES	\$23,062	\$0	\$0	\$2,108	\$20,954	2.3	10
MUNICIPAL BONDS	\$332	\$0	\$0	\$5	\$327	0.0	
SUBTOTAL	\$961,517	\$2,318,876	\$13,875	\$2,338,434	\$928,084	100.0	
CASH:							
DEMAND ACCOUNTS	\$1,281	\$0		\$630	\$ 651		
PETTY CASH	\$2				\$ 2		(A)
LESS OVERNIGHT INVEST.	(\$5,703)	\$0		\$2,098	\$(7,801)		(B)
SUBTOTAL	(\$4,420)	\$0	\$0	\$2,728	\$(7,148)		
TOTAL	\$957,097	\$2,318,876	\$13,875	\$2,341,162	\$920,936		

A) Petty Cash, \$2500

B) Includes investment of outstanding checks.

Note: Sales and Purchases may contain internal transfers.

YIELD COMPARISONS

