

● **Budget, Finance and Investment Committee**

August 19, 2002 Committee Meeting

8a

Subject

Annual report of payment of claims for lost bonds or coupons

Description

The Treasurer's Office processed the following claims during fiscal year 2001/02:

One claim for payment of a lost registered called bond and interest for a total of \$10,049.58.

One claim for payment of a lost registered called bond and interest for a total of \$51,158.30.

These bonds were issued to the owners in the form of a physical bond certificate, which must be presented for payment of the bond at maturity or on prior redemption. Section 5105 of the Metropolitan Water District Administrative Code authorizes Metropolitan's Treasurer to replace a bond which was lost by its owner, destroyed or stolen, upon receipt of proof of its loss, destruction or theft, indemnity against any loss to Metropolitan incurred on account of the bond, and payment of Metropolitan's costs for issuance of the new bond. Metropolitan is protected from double payment of lost, destroyed or stolen bonds and coupons through the indemnity policy purchased by the claimant.

Metropolitan's new bond issues are sold in electronic book-entry format, which eliminates the prospect of claims for lost bonds. Please see [Attachment 1](#) for claim details.

Policy

Metropolitan Water District Administrative Code § 5105: Lost or Destroyed Bonds

Fiscal Impact

None


Brian G. Thomas
Chief Financial Officer

7/19/2002
Date


Ronald R. Gastelum
Chief Executive Officer

8/1/2002
Date

**Attachment 1 – Payment of Claims for Lost Matured Bonds or Coupons for the Period
July 1, 2001 through June 30, 2002**

**Payment of Claims for Lost Matured Bonds or Coupons
for the Period July 1, 2001 through June 30, 2002**

<u>Date Paid</u>	<u>Claimant</u>	<u>Value</u>	<u>Bond of Indemnity Written by:</u>
10/1/2001	Meredythe D. Ulevitch	\$10,049.58	Seaboard Surety Company
2/21/2002	Henry Albert Geisendorfer III & Dorothy L. Geisendorfer Tr UA Dtd May 7, 1993 Henry Albert Geisendorfer III & Dorothy L. Geisendorfer Rev Liv Trst	\$51,158.30	State Farm Fire & Casualty
	TOTAL	<u>\$61,207.88</u>	