

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

MINUTES

ADJOURNED FINANCE AND INSURANCE COMMITTEE

August 19, 2013

Chair Grunfeld called the meeting to order at 9:00 a.m. in Committee Room 2-145 at Metropolitan's Headquarters.

Members present: Chair Grunfeld, Vice Chair Barbre, Directors Babcock, De Jesus, Evans, Kurtz, Lewinger, Little, Touhey, and Vasquez.

Members absent: Directors Apodaca, Pringle, and Wunderlich.

Other Board Members present: Directors Ackerman, Ballin, Brown, Camacho, Dick, Edwards, Grisct, Morris, Mudd, J. Murray, Peterson, Record, and Steiner.

Staff present: Bennion, Breaux, Brooks, Clairday, Coffey, DeBacker, Goldstein, J. Gonzales, J. Green, Ivey, Lambeck, Kightlinger, Man, Marumoto, Norris, Odwak, Philp, Pitman, Riss, Skillman, Soper, Sotoodeh, Upadhyay, Wolfe, and Zinke.

1. OPPORTUNITY FOR MEMBERS OF THE PUBLIC TO ADDRESS THE COMMITTEE ON MATTERS WITHIN THE COMMITTEE'S JURISDICTION

No members responded.

2. APPROVAL OF THE MINUTES OF THE MEETING OF THE FINANCE AND INSURANCE COMMITTEE HELD JULY 8, 2013

Motion Carried Moved: Director Evans Seconded: Director Babcock

Votes: Unanimous

3. MANAGEMENT REPORTS

- a. Subject: Report on investment activity
- Presented by: Treasurer Roger Marumoto

5. CONSENT CALENDAR ITEMS — ACTION

- 7-2 Subject: Adopt final resolutions for annexation and water standby charge levy for Annexation No. 97 to Calleguas Municipal Water District and to Metropolitan Water District
- Presented by: None
- Motion: Review and consider information provided in the adopted Mitigated Negative Declaration and adopt the Lead Agency's findings related to the proposed actions and
- a. Adopt resolution granting Calleguas' request for approval of Annexation No. 97 concurrently to Calleguas and Metropolitan and establish Metropolitan's terms and conditions for annexation, conditioned upon receipt of annexation fee of \$8,149.28; and
 - b. Adopt resolution to impose water standby charge at a rate of \$9.58 per acre, or per parcel of less than one acre, within the proposed annexation area.
- Motion carried Moved: Director De Jesus Seconded: Director Babcock
- Votes: Unanimous

6. OTHER BOARD ITEMS — ACTION

- 8-2 Subject: Approve the selection of a third party Other Post Employment Benefits (OPEB) trust provider; and authorize execution of an agreement(s) with the board-approved provider
- Presenters: 1. Mitch Barker, Executive Vice President, Public Agency Retirement Services (PARS)
- 2. Jim Link, Managing Director, PFM Asset Management (PFMAM)
 - 3. John Swedensky, Program Manager, California Employer's Retiree Benefit Trust (CERBT)
- Motion: Adopt the CEQA determination that the project is not subject to CEQA and authorize the General Manager, with approval of the General Counsel, to execute a contract with one of the recommended providers to administer and invest Metropolitan's pre-funding of OPEB benefits.

The Finance and Insurance Committee recommended PFM Asset Management (PFMAM) as the OPEB administrator and approved the motion for Option #1.

Motion carried Moved: Director Barbre Seconded: Director Babcock
No: Directors De Jesus, Evans, and Vazquez

Votes: 5 = Yes; 3 = No

8-5 Subject: Approve repayment of Metropolitan's portion of the Hoover Dam Visitor Center loan and the Hoover Dam Air Slots loan with the United States Treasury

Presented by: None

Motion: Adopt the CEQA determination that the proposed action is not subject to CEQA and

- a. Authorize the General Manager to sign a nonbinding Memorandum of Understanding stating Metropolitan's intention to pay its proportionate share of the Hoover Dam Visitors Center and the Hoover Dam Air Slots debt obligations, as approved by the General Manager and General Counsel; and
- b. Authorize the General Manager to provide approximately \$26 million of available cash funding from the Water Rate Stabilization Fund to repay Metropolitan's proportionate share of the Hoover Dam Visitors Center and the Hoover Dam Air Slots debt obligations. The exact amount will be determined at the time of the repayment.

Motion carried Moved: Director Evans Seconded: Director Barbre

Votes: Unanimous

7. BOARD INFORMATION ITEM

None

8. COMMITTEE ITEMS

None

9. FOLLOW-UP ITEMS

None

10. FUTURE AGENDA ITEMS

The next meeting will be held on September 9, 2013.

Meeting adjourned at 10:45 a.m.

Aaron Grunfeld
Chair