



Remarketing Statements Water Revenue Refunding Bonds 2009 Series A-2 and 2011 Series A-1/A-3

Finance and Insurance Committee

Item 8-1

December 9, 2013

Current Financing Plans

- December 18, 2013
 - 2011 Series A1/A3 SIFMA Index Notes:
determination of Index spread (\$128,875,000)
- January 8, 2014
 - 2013 Series E Flexible Index Tender Notes:
determination of Index spread (\$104,820,000)
- February 5, 2014
 - 2009 Series A-2 SIFMA Index Notes:
determination of Index spread (\$104,180,000)

Official Statement

- Terms of the bonds
- Security and sources of payment
- Risks that may affect payment
- Revenues and debt service obligations
- Appendices

Appendix A

- Metropolitan financial and operating information
- Updated to provide more current information

Appendix A

- Significant updates include:
 - Initial SWP allocation for 2014 of 5%
 - Updated water supply conditions
 - Developments in litigation
 - Revenues, expenditures, water sales for FY 2012-2013
 - Updated demand management program yields and incentives paid
 - Proposed MCL for chromium 6

Appendix A (cont.)

- Significant updates include:
 - Updated numbers for CIP expenditures, CIP financing projections
 - Board action to suspend tax limit clause of MWD Act and maintain tax rate for FY 2013-14
 - June Board authorization to transfer \$75 million over the maximum reserve limit to PAYGO fund, OPEB trust and Water Transfer Fund
 - Updated PERS information from valuation report received October 2013
 - Established OPEB trust

Options for Consideration

- Option #1

Adopt the CEQA determination that the proposed action is not defined as a project and is exempt and

- Approve the draft Remarketing Statements substantially in the form attached to the board letter, with changes approved by the General Manager and General Counsel;
- Authorize the General Manager to execute the Remarketing Statements; and
- Authorize distribution of the Remarketing Statements in connection with remarketing and marketing of the related Bonds.

Options for Consideration

- Option #2

Adopt the CEQA determination and

- Approve the draft Remarketing Statements substantially in the form attached to the board letter as modified by the Board, with changes approved by the General Manager and General Counsel;
- Authorize the General Manager to execute the Remarketing Statements; and
- Authorize distribution of the Remarketing Statements in connection with remarketing and marketing of the bonds.

Staff Recommendation

- Option #1



Questions?