



- Board of Directors  
*Finance and Insurance Committee*

8/19/2014 Board Meeting

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**5J-2**

## **Subject**

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Adopt (1) the resolution finding that continuing an ad valorem tax rate at the rate levied for fiscal year 2013/14 is essential to Metropolitan's fiscal integrity; and (2) the resolution establishing the tax rate for fiscal year 2014/15

## **Executive Summary**

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Every August, Metropolitan receives the certified assessed valuation from the county auditors for the six counties where Metropolitan provides water service. Adoption of the resolutions continuing an ad valorem property tax rate at the rate levied for fiscal year (FY) 2013/14 and establishing the tax rate for FY 2014/15 at that level will generate tax revenues for Metropolitan to pay the annual debt service on its general obligation bonds and a portion of its obligations to the State of California under its State Water Contract (SWC).

Since FY 1990/91, Section 124.5 of the Metropolitan Water District Act (MWD Act) has limited property tax collections to the amount necessary to pay the total of annual debt service on Metropolitan's general obligation bonds plus a small portion of its SWC payment obligation, limited to the pre-existing debt service on state general obligation bonds (Burns-Porter bonds) for facilities benefitting Metropolitan. Section 124.5 permits Metropolitan to suspend this restriction if, following a public hearing, the Board finds that such revenue is essential to the fiscal integrity of the District. Metropolitan held the public hearing regarding the proposed action under Section 124.5 at its regular board meeting on March 11, 2014, and may now determine whether to adopt resolutions suspending the rate restriction and continuing the current ad valorem property tax rate at the rate levied for FY 2013/14 (of .0035 percent of assessed valuation).

This action to establish Metropolitan's FY 2014/15 tax rate provides the following options:

1. Confirm the combined rate of ad valorem property taxation for FY 2014/15 at the existing rate of .0035 percent of assessed valuation, apply the existing .0035 percent tax rate to the certified assessed valuation, and transmit that resolution to the county auditors; or
2. Confirm the combined rate of ad valorem property taxation for FY 2014/15 at the tax rate of .0017% to generate a net tax levy sufficient to pay only annual debt service on Metropolitan's general obligation bonds plus pre-existing debt service on the Burns-Porter bonds, apply such tax rate to the certified assessed valuation, and transmit that resolution to the county auditors.

## **Details**

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Metropolitan has assessed ad valorem property taxes in its service area since its inception. Metropolitan has constitutional and statutory authority, as well as voter authorization, to collect revenues through ad valorem taxes assessed on real property within its service territory. Pursuant to Section 305 of the MWD Act, each fiscal year Metropolitan applies the board-determined tax rate to the certified assessed valuations received from the county auditors for the six counties that include portions of Metropolitan's service area to produce the gross tax levy. This letter proposes two options for the tax levy for FY 2014/15, listed above. The tax rate computations and the tax rate schedules, based upon assessed valuations of property taxable by Metropolitan, are provided in [Attachment 2](#), Resolution Levying Taxes for the Fiscal Year Commencing July 1, 2014 and Ending June 30, 2015 for the Purposes of The Metropolitan Water District of Southern California.

Generally, Metropolitan may collect ad valorem property taxes to cover its general obligation bonds and its SWC obligations, as described below. Since FY 1990/91, Section 124.5 of the MWD Act has limited property tax collections to the amount necessary to pay the total of annual debt service on Metropolitan's general obligation bonds plus a small portion of its SWC payment obligation, limited to the pre-existing debt service on state general obligation bonds (Burns-Porter bonds) for facilities. Under Section 124.5's restriction, ad valorem property tax revenue has been decreasing, and will continue to decrease, as the bonds are paid off. In the meantime, Metropolitan's SWC obligations have been increasing and will continue to increase. For example, the state is expecting substantial costs associated with repair and replacement of the 50-year-old State Water Project (SWP) infrastructure. Further, implementation of the proposed Bay Delta Conservation Plan (BDCP) would lead to increased SWC payments.

Section 124.5 permits Metropolitan to suspend the tax rate restriction if, following a public hearing, the Board finds that such revenue is essential to the fiscal integrity of the District. On February 11, 2014, the Board approved the recommendation of the Finance and Insurance Committee that the Board set a public hearing for the March 2014 board meeting to consider suspending the tax restriction clause of Section 124.5 for the limited purpose of maintaining the ad valorem tax at current levels. Notices of the public hearing were filed with the offices of the Speaker of the Assembly and the President pro Tempore of the Senate on February 20, 2014. The Board conducted this public hearing at its regular meeting on March 11, 2014. The Board has carefully considered the comments from the public hearing, as well as board presentations, workshops and underlying materials described in this board letter, on the proposal to maintain the ad valorem property tax rate at the current level of .0035 percent of assessed valuation, as incorporated in the biennial Budget for FY 2014/15 and FY 2015/16. Pursuant to this action the Board will determine whether to adopt a resolution to continue the ad valorem tax rate at the rate levied for FY 2013/14.

Continuing the current ad valorem tax rate will significantly contribute to Metropolitan's long-term fiscal health and stability by providing a diverse, fixed revenue source, balancing the mechanisms for funding the immediate and anticipated obligations of the SWC, helping to maintain Metropolitan's creditworthiness, and providing the Board with flexibility as it funds Metropolitan's SWC obligations and other obligations, including refurbishment and replacement of Metropolitan's infrastructure, and underfunded retiree medical and pension costs.

Metropolitan continually evaluates its financial condition, including its long-term fiscal health and stability. Over the past three years, beginning with rate refinement discussions involving Metropolitan staff and member agencies, Metropolitan has examined the contributions of ad valorem property taxes and other fixed and variable revenue sources to its financial strength. Board letters, presentations, and board reports from August 2011 through June 2014, presentations to member agencies, correspondence, contracts and reports on water rates and charges, potential revenue sources, revenues and expenses, the SWP and SWC, financings and financial planning, and other materials relating to Metropolitan's long-term fiscal health and stability are available at [www.mwdh2o.com](http://www.mwdh2o.com).

### **Historical Revenue Sources**

Metropolitan assesses ad valorem taxes pursuant to authority to "levy and collect taxes on all property within the district for the purposes of carrying on the operations and paying the obligations of the district." (MWD Act, Section 124.) Prior to 1942, Metropolitan was constructing the Colorado River Aqueduct and had no water to sell so all of its revenues came from ad valorem taxes. In FY 1941/42, Metropolitan began to sell water, but the majority of Metropolitan's revenues were still derived from ad valorem taxes. Not until 1974 did 50 percent of Metropolitan's revenues come from water sales, with the remainder derived primarily from ad valorem taxes.

Metropolitan executed its SWC in 1960. The ability to levy property taxes to satisfy payment obligations under the SWC is expressly provided for in the contract. (See "State Water Contract Obligations" below.) Indeed, under certain circumstances, upon written notice from the state, Metropolitan *must* levy a property tax sufficient to satisfy SWC obligations then due or coming due.

In 1984, the Legislature adopted SB 1445, amending the MWD Act to add Section 124.5. Effective FY 1990/91, Section 124.5 limits Metropolitan's annual property tax levy at the amount needed to pay the total of annual debt service on Metropolitan's general obligation bonds and the then-existing portion of the SWC obligation for debt service on State Burns-Porter bonds for facilities benefitting Metropolitan, unless after notice and hearing the

Board finds that not reducing the tax rate is essential to the District's fiscal integrity. Due to the formula to decrease tax rates as bonds are paid off, Section 124.5 accelerated the shift to revenue from the sale and delivery of water so that today over 80 percent of Metropolitan's revenue is derived from volumetric water rates.

SB 1445 also authorized alternative sources of fixed revenue, including standby or readiness-to-serve charges and benefit assessments. It was not until FY 1992/93, when standby charges were initially adopted, that Metropolitan had any fixed revenue other than property tax. Now, however, those fixed-revenue alternatives are likely governed by additional legal requirements not in place or contemplated when the Legislature enacted SB 1445. Further, the precise scope of those requirements is uncertain, meaning that uncertainty and potential risk will accompany reliance on any new fixed revenue alternative authorized by SB 1445.

### **State Water Contract Obligations**

Metropolitan is one of 29 agencies that contract with the state for use of and deliveries from the SWP. Metropolitan's SWC was the first contract executed and the prototype for the state water contracts that followed, and its terms were validated by the California Supreme Court in *Metropolitan Water Dist. v. Marquardt* (1963) 59 Cal.2d 159. Metropolitan is the largest agency in terms of the number of residents in its service area, the allocation of SWP water that it has contracted to potentially receive, and the allocation of SWP infrastructure and power costs that results in Metropolitan paying the highest percentage of total annual payments made to the Department of Water Resources of all of the agencies with state water contracts.

Under the SWC, Metropolitan is obligated to pay allocable portions of the cost of construction of the SWP system and ongoing operating and maintenance costs. Metropolitan is obligated to pay these fixed costs regardless of quantities of water available from the project and received. In contrast, other payments are based on deliveries requested and actual deliveries received, costs of power required for actual deliveries of water, and offsets for credits received.

The ability of state water contractors to levy property taxes sufficient to satisfy their contractual obligations was a foundation of the Burns-Porter Act and a factor relied on by California voters in approving it. *Goodman v. County of Riverside* (1983) 140 Cal.App.3d 900, 905-06; *see also, Alameda County Flood Control v. Department of Water Resources, Antelope Valley-East Kern Water Agency* (2013) 213 Cal. App. 4th 1163. In approving the Burns-Porter Act, California's voters approved "an indebtedness in the amount necessary for building, operating, maintaining, and replacing the [State Water] Project, and they intended that the costs were to be met by payments from local agencies with water contracts. Further, the voters necessarily approved the use of local property taxes whenever the boards of directors of the agencies determined such use to be necessary to fund their water contract obligations . . ." *Goodman*, 140 Cal.App.3d at 910. Thus, SWC obligations are voter-approved indebtedness that may be funded by override property taxes (taxes above the one percent general tax limit established by Article XIII A of the state constitution).

Most of the other state water contractors substantially rely on ad valorem property taxes to satisfy their SWC obligations. Metropolitan is unique in that it collects only a declining portion of the state general obligation bond debt service (the Burns-Porter Bonds)—which is a small portion of its SWC payment obligation—through its ad valorem tax rate.

### **Continuing an Ad Valorem Property Tax Rate at the FY 2013/14 Rate**

As noted above, Section 124.5 provides Metropolitan's Board with the flexibility to suspend the rate restriction ". . . if the board of directors of the district, following a hearing held to consider that issue, finds that a tax in excess of these restrictions is essential to the fiscal integrity of the district . . ." SB 1445 did not define "essential" or "fiscal integrity" but the full text of the provision, the legislative context, and the legislative history provide guidance to their intended meaning.

Fundamental to Metropolitan's fiscal health is consideration of current and anticipated SWC obligations and a balancing of proper mechanisms for funding immediate and anticipated obligations. SWC obligations have steadily increased since Section 124.5 was added to the MWD Act in ways that the Legislature did not anticipate, and those obligations are expected to continue to increase. In FY 2014/15, budgeted SWC costs are \$496 million, comprise approximately 30 percent of Metropolitan's annual expenditures and are Metropolitan's single largest cost category. If ad valorem taxes continue to be reduced, in FY 2014/15, the amount of property taxes available

to satisfy SWC obligations will be approximately \$36.5 million and the proportion of SWC obligations that would be covered would be approximately 7 percent. By FY 2023/24, SWC obligations are expected to increase to \$935 million if the proposed BDCP is implemented. The amount of property taxes available to satisfy SWC obligations will be zero.

Ad valorem taxes are important to fiscal health because they help Metropolitan equitably distribute the costs of Metropolitan's services. As a wholesale water agency, Metropolitan's customers are its 26 member agencies. Each member agency pays volumetric rates based on the amount of water Metropolitan sells and delivers to it. In contrast, ad valorem taxes are levied directly on residents and businesses that are property owners within Metropolitan's service area. All property owners within Metropolitan's service area benefit from the water system that allows water to be sold and delivered in Southern California. Ad valorem taxes ensure that residences and businesses pay a share of costs of the system.

Similarly important to fiscal health is a diverse portfolio of revenue sources and, as only one of three fixed revenue sources, ad valorem taxes are fundamental to Metropolitan's diverse portfolio. Diverse revenues help maintain Metropolitan's strong credit ratings, which lower interest costs, increase access to credit markets allowing greater flexibility to respond to market changes, and increase the affordability of Metropolitan's services. The Board's willingness to make difficult rate decisions and follow through with planned financial actions demonstrates strong financial management. Metropolitan has adopted a set of financial policies, including revenue bond coverage and fixed charge coverage targets, capital paid for from revenues (Pay-As-You-Go, or PAYGO), and reserve policies that support Metropolitan's strong credit ratings. An important element of these financial policies is a diversity of revenue sources and fixed revenue sources.

A diverse portfolio of revenue sources also preserves equity across member agencies. Metropolitan ensures a reliable supplemental water supply to a broad service area. Although its member agencies rely on Metropolitan's supplemental supplies to varying degrees, the entire region and its substantial economy benefit from the availability of Metropolitan water. An agency that normally purchases small amounts of Metropolitan water may need to substantially increase its reliance on Metropolitan, such as in the event of a local source interruption or other emergency. A mix of fixed and volumetric revenues balances the burdens so that each member agency bears a fair share of costs.

Also important to fiscal health is a fair and appropriate balance between fixed costs and fixed revenues (charges such as property taxes and Metropolitan's standby and readiness-to-serve (RTS) charges and capacity charges that do not vary directly depending on the amount of water purchased and delivered). In FY 2014/15, approximately 80 percent of Metropolitan's costs are fixed, while approximately 18 percent of Metropolitan's revenues are from fixed sources. The ad valorem property tax contributes approximately 5.5 percent, or one-third of fixed revenues. By FY 2023/24, the RTS and capacity charges will contribute about 13 percent to Metropolitan's forecasted total revenues, but ad valorem taxes will be near zero. Absent maintenance of the tax rate or other changes, fixed revenues as a percentage of total revenues will decline from 18 percent to 13 percent, and this decline will continue.

Immediate receipts are relevant to an inquiry into fiscal health and stability, but they should not control the analysis. In FY 2013/14, Metropolitan's water deliveries exceeded budget estimates, and revenues exceeded expenditures, resulting in accrual of water rate stabilization reserves. The Board, in its discretion to set budget and rates and plan for Metropolitan's long-term fiscal stability and health, approved allocation of water rate stabilization reserves over target on June 30, 2014, to the Replacement and Refurbishment Fund, the Other Post-Employment Benefits Trust and the Water Management Fund. These allocations are responsible and promote Metropolitan's fiscal health by reducing future costs of the Capital Investment Plan and underfunded obligations for retiree benefits while funding pressing water management activities during drought conditions. In the near term and perhaps longer, Metropolitan will have to purchase and transport water to replenish storage.

More to the point, the inquiry must weigh long-term circumstances. The unanticipated FY 2013/14 revenues have been allocated in a way that directly promotes fiscal stability and health. And, regardless of the unanticipated revenue, Metropolitan's fixed costs, particularly fixed SWC obligations, are increasing—and increasing in ways unforeseen by the Legislature in 1984. Fixed revenue alternatives to the property tax are unavailable or impractical—another circumstance unforeseen by the Legislature in 1984. Metropolitan's long-term fiscal well-

being in significant part turns on the balance between water rates, charges and property taxes. Suspension of the Section 124.5 restriction is necessary and appropriate to allow Metropolitan to maintain a critical fixed revenue source at a meaningful level. It is also essential to satisfy Metropolitan's SWC obligations, which will allow Metropolitan to ensure the region's water supply, delivery, and water quality for the long term.

Continuing the ad valorem property tax rate at the FY 2013/14 rate of .0035 percent would maintain a modest portion of Metropolitan's revenues, about 5 percent, on the tax roll. For example, a house with a \$300,000 assessed valuation in Metropolitan's service area currently pays about \$10 a year in taxes towards Metropolitan's costs. Importantly, maintaining the ad valorem tax revenues helps mitigate future rate increases that would be needed to make up for the loss of tax revenues. By helping mitigate future rate increases, this action provides Metropolitan's Board with flexibility as it considers funding for programs such as ongoing needed repair and replacement work; conservation, recycling and reclamation projects; groundwater clean-up efforts; environmental mitigation work; the impacts of climate change; and the many other costs associated with ensuring a safe and reliable supply of water for Southern California.

## Policy

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MWD Act Section 124.5

Metropolitan Water District Administrative Code Section 4301: Cost of Service and Revenue Requirement

## California Environmental Quality Act (CEQA)

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CEQA determination for Options #1 and #2: The proposed action is not defined as a project under CEQA because it involves continuing administrative activities, such as general policy and procedure making (Section 15378(b)(2) of the State CEQA Guidelines). In addition, the proposed action is not subject to CEQA because it involves other government fiscal activities, which do not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment (Section 15378(b)(4) of the State CEQA Guidelines).

The CEQA determination is: Determine that the proposed action is not subject to CEQA pursuant to Sections 15378(b)(2) and 15378(b)(4) of the State CEQA Guidelines.

## Board Options

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### Option #1

Adopt the CEQA determination that the proposed action is not subject to CEQA and is categorically exempt, and

- a. Adopt the Resolution Finding that Continuing an Ad Valorem Tax Rate at the Rate Levied for FY 2013/14 is Essential to the Fiscal Integrity of the District and Suspending the Ad Valorem Tax Rate Restriction ([Attachment 1](#)); and
- b. Adopt the Resolution Levying Taxes for the Fiscal Year Commencing July 1, 2014 and ending June 30, 2015 for the Purposes of The Metropolitan Water District of Southern California ([Attachment 2, Option 1](#)) maintaining the tax rate at .0035% of assessed valuation (exclusive of annexation levies), the same rate levied in FY 2013/14.

**Fiscal Impact:** Net tax levy of approximately \$92.3 million

### Option #2

Adopt the CEQA determination that the proposed action is not subject to CEQA and is categorically exempt, and adopt the Resolution Levying Taxes for the Fiscal Year Commencing July 1, 2014 and ending June 30, 2015 for the Purposes of The Metropolitan Water District of Southern California ([Attachment 2, Option 2](#)) at the tax rate of .0017% to generate a net tax levy sufficient to pay only annual debt service on Metropolitan's general obligation bonds plus pre-existing debt service on the Burns-Porter bonds. Therefore, the Resolution Finding that Continuing an Ad Valorem Tax Rate at the Rate Levied for FY 2013/14 is Essential to the Fiscal Integrity of the District and Suspending the Ad Valorem Tax Rate Restriction ([Attachment 1](#)) would not be adopted.

**Fiscal Impact:** Net tax levy \$58.3 million.

**Staff Recommendation**

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Option #1

  
\_\_\_\_\_  
Gary Breaux  
Chief Financial Officer

8/12/2014  
Date

  
\_\_\_\_\_  
Jeffrey Lightlinger  
General Manager

8/13/2014  
Date

**Attachment 1 – Resolution Finding that Continuing an Ad Valorem Tax Rate at the Rate Levied for Fiscal Year 2013/14 is Essential to the Fiscal Integrity of the District and Suspending the Ad Valorem Tax Rate Restriction**

**Attachment 2 – Resolution Levying Taxes for The Fiscal Year Commencing July 1, 2014 and Ending June 30, 2015 for the Purposes of The Metropolitan Water District of Southern California**

Ref# cfo12631606

THE METROPOLITAN WATER DISTRICT  
OF SOUTHERN CALIFORNIA

RESOLUTION \_\_\_\_\_

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**RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE METROPOLITAN WATER DISTRICT OF  
SOUTHERN CALIFORNIA  
FINDING THAT CONTINUING AN AD VALOREM PROPERTY TAX RATE AT THE  
RATE LEVIED FOR 2013/14 IS ESSENTIAL TO THE FISCAL INTEGRITY OF THE  
DISTRICT AND SUSPENDING THE AD VALOREM TAX RATE RESTRICTION**

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WHEREAS, The Metropolitan Water District of Southern California (“Metropolitan”), pursuant to Section 124 of the Metropolitan Water District Act (the “Act”), is authorized to levy and collect taxes on all property within the district for the purposes of carrying on the operations and paying the obligations of the district; and

WHEREAS, pursuant to Section 307 of the Act, the Board of Directors (“Board”) determines the amount of money necessary to be raised by taxation for district purposes each fiscal year and fixes rates of taxation upon the assessed valuation of property taxable by the district and to levy a tax accordingly; and

WHEREAS, since its inception Metropolitan has levied and collected property taxes; and

WHEREAS, the Board, pursuant to sections 133 and 134 of the Act, is authorized to fix the rate or rates at which water shall be sold. Such rates, so far as practicable, shall result in revenue which, together with revenue from fixed charges or assessments, will pay Metropolitan’s operating expenses, capital costs, debt service and other expenses and obligations; and

WHEREAS, before 1942, all revenues to pay for operations, construction of the Colorado River Aqueduct, other facilities and other Metropolitan obligations came from ad valorem property taxes. After deliveries of Metropolitan water began in fiscal year 1941/42, water sales were an additional source of revenues, but not until 1974 did revenues from water sales equal revenues from ad valorem taxes; and

WHEREAS, on November 4, 1960, Metropolitan entered into its contract with the California Department of Water Resources (the “State Water Contract”) for water service from the State Water Project. Metropolitan’s was the first contract executed and the prototype for the 28 state water contracts that followed; its terms were validated by the California Supreme Court in *Metropolitan Water Dist. v. Marquardt* (1963) 59 Cal.2d 159; and

WHEREAS, under the State Water Contract, Metropolitan is obligated to pay allocable portions of the cost of construction and replacement of the State Water Project system, as well as

ongoing operating and maintenance costs, regardless of quantities of water delivered to Metropolitan and regardless of the amounts of water Metropolitan sells to its member agencies. Approximately 75 percent of Metropolitan's State Water Contract obligations are fixed, or unrelated to the quantity of water delivered; and

WHEREAS, Metropolitan's authority to levy a tax or assessment to satisfy State Water Contract obligations was a condition to entering into the State Water Contract, and the California Department of Water Resources only executed state water contracts with agencies that have taxing power; and

WHEREAS, the State Water Contract expressly provides that, if other available funds are not sufficient, Metropolitan must levy a tax or assessment to satisfy its State Water Contract obligations; and

WHEREAS, Metropolitan's outstanding general obligation bonds and State Water Contract obligations are indebtedness approved by the California voters before Article XIII A of the California Constitution (Proposition 13) was adopted; and

WHEREAS, Metropolitan's water sales revenues vary with the quantity of water delivered and water deliveries fluctuate significantly with drought, weather conditions, availability of local supplies, economic conditions and other factors affecting regional demands. During the five-year period from fiscal year 2008/09 through fiscal year 2013/14, Metropolitan's annual deliveries ranged from 1.6 million acre-feet to 2.1 million acre-feet; and

WHEREAS, when fixing taxes and setting rates, the Board and Metropolitan's member agencies evaluate the appropriate mix of property taxes and water rates and charges to promote Metropolitan's fiscal stability and ensure its ability to satisfy the region's long-term water-supply needs while reasonably and fairly allocating the cost of providing service to its member agencies and complying with legal requirements; and

WHEREAS, on May 8, 1984, the Board approved proposed amendments to the Act, set forth in Board Letter 6-2 dated April 30, 1984; and

WHEREAS, such amendments were incorporated into Assembly Bill 1445, which was approved by the Legislature and filed with the California Secretary of State on July 3, 1984, and added to the Act as Section 124.5; and

WHEREAS Section 124.5 provides that Metropolitan must limit the ad valorem property tax rate to a fraction of voter-approved debt, specifically, the composite amount required to pay (1) the principal and interest on general obligation bonded indebtedness of the district and (2) that portion of the district's payment obligation under a water service contract with the state which is reasonably allocable, as determined by Metropolitan, to the payment by the state of principal and interest on bonds issued pursuant to the California Water Resources Development Bond Act as of the effective date of this section and used to finance construction of facilities for the benefit of the district; and

WHEREAS Section 124.5 further provides that Metropolitan may suspend the ad valorem property tax rate restriction "if the board of directors of the district, following a hearing held to consider that issue, finds that a tax in excess of the restriction is essential to the fiscal integrity of the district, and written notice of the hearing is filed with the offices of the Speaker of the Assembly and the President pro Tempore of the Senate at least 10 days prior to that date of the hearing;" and

WHEREAS, Section 124.5's rate restriction became effective in fiscal year 1990/91; and

WHEREAS, in fiscal years 1990/91 through 1999/2000, the Board maintained Metropolitan's tax levy rate at .0089 percent, a rate that was below the rate then permitted under the restriction clause of Section 124.5; and

WHEREAS, Metropolitan's tax levy rate has declined from .0089 percent in fiscal year 1999/2000 to .0035 percent in fiscal year 2012/13; and

WHEREAS, on June 11, 2013, the Board held a public hearing with advance notice as required by section 124.5, to consider Resolution 9156, "A RESOLUTION OF THE BOARD OF DIRECTORS OF THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA FINDING THAT MAINTAINING THE AD VALOREM TAX RATE FOR FISCAL YEAR 2013/14 IS ESSENTIAL TO THE FISCAL INTEGRITY OF THE DISTRICT";

WHEREAS, at the June 11, 2013 public hearing, the Board received, considered, and evaluated public comments and evidence and all material factors pertaining thereto, including the financial and operating information summarized in Board Letter 8-2 executed by the Chief Financial Officer and General Manager on May 31, 2013; and

WHEREAS, as described in Resolution 9156, the Board found that a tax rate in excess of the restriction set out in Section 124.5 was essential to the fiscal integrity of Metropolitan; and

WHEREAS, by Resolution 9156 the Board resolved and determined that that the tax rate restriction in Section 124.5 was suspended for fiscal year 2013/14 and that the Board in its discretion may levy taxes for fiscal year 2013/14 at the tax rate levied for fiscal year 2012/13 (.0035 percent of assessed valuation, excluding annexation levies); and

WHEREAS, on August 20, 2013, the Board adopted Resolution 9157, "A RESOLUTION LEVYING TAXES FOR THE FISCAL YEAR COMMENCING JULY 1, 2013 AND ENDING JUNE 30, 2014 FOR THE PURPOSES OF THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA", which set the tax rate for fiscal year 2013/14 at .0035 percent; and

WHEREAS, Metropolitan currently utilizes tax revenues solely to pay debt service on its general obligation bonds, approved by the voters in 1966 and presently outstanding in the amount of \$132,275,000, and a small portion of its State Water Contract obligations; and

WHEREAS, Metropolitan provides, sells and delivers a reliable water supply at wholesale to a broad service area; and

WHEREAS, the water supply, conveyance rights and other rights to the State Water Project that Metropolitan receives under the State Water Contract are fundamental to Metropolitan's ability to consistently provide a reliable water supply and delivery at wholesale to its service area and, thus, satisfaction of its State Water Contract obligations is essential to Metropolitan's mission; and

WHEREAS, the State Water Project facilities are over 50 years old and Metropolitan's State Water Contract obligations include increasing costs for repair and replacement of existing facilities that are needed to both maintain the storage and conveyance capacity of the State Water Project facilities and assure continued availability and delivery of supplies from the State Water Project and other sources. These costs and obligations were not foreseen by the Legislature when, in 1984, it established the Section 124.5 tax rate restriction and nothing suggests that the Legislature intended to prohibit the Board from considering such circumstances when deciding whether suspension of the restriction is essential to Metropolitan's fiscal integrity; and

WHEREAS, Metropolitan's State Water Contract obligations also include substantial construction, replacement, operation and maintenance costs for endangered species protection and conservation measures, consistent with state and federal mandates. These obligations must be undertaken to ensure the reliability of the State Water Project, to address ecosystem needs and to secure long-term operating permits consistent with the federal and state endangered species acts. These costs and obligations were not foreseen or considered by the Legislature when, in 1984, it established the Section 124.5 rate restriction and nothing suggests that the Legislature intended to prohibit the Board from considering such circumstances when deciding whether suspension of the restriction is essential to Metropolitan's fiscal integrity; and

WHEREAS, consideration of, and providing for, current and anticipated State Water Contract obligations is essential to Metropolitan's fiscal stability and integrity; and

WHEREAS, availability of diverse financial resources to satisfy Metropolitan's State Water Contract obligations is essential to Metropolitan's fiscal stability and integrity; and

WHEREAS, an appropriate balance of fixed costs and fixed revenue is essential to Metropolitan's long-term fiscal health; and

WHEREAS, the ad valorem tax is essential to the appropriate balance of fixed costs and fixed revenue under current circumstances; and

WHEREAS, continuing an ad valorem property tax rate at the current rate will allow the Board flexibility to fund Metropolitan's State Water Contract obligations fully and fairly in fiscal year 2014/15 and for the foreseeable future; and

WHEREAS, when it enacted Section 124.5, the Legislature recognized the importance of robust fixed revenue sources. At the same time that it established the rate restriction and safety

valve to suspend the restriction, it authorized alternative fixed revenue sources in the form of benefit assessments and standby charges. To the extent such charges would be assessments or property-related fees, they would be governed by additional requirements not in place or contemplated when the Legislature enacted Section 124.5. In the Board's judgment, such charges are not practical fixed revenue sources at this time; and

WHEREAS, in FY 2014/15, approximately 80 percent of Metropolitan's costs are fixed, while approximately 18 percent of Metropolitan's revenues are from fixed sources, including ad valorem property taxes, readiness-to-serve and capacity charges. Suspending the rate restriction will allow Metropolitan to sustain ad valorem property tax revenues at 5.5 percent of overall revenues in fiscal year 2014/15 and at an estimated 4.9 percent of overall revenues in fiscal year 2023/24. Absent suspension, it is anticipated that, in fiscal year 2014/15, ad valorem property tax revenue will drop to approximately 3.7 percent of overall revenue and, by fiscal year 2023/24, it will be only 0.1 percent of overall revenue; and

WHEREAS, absent maintenance of the tax rate or other changes, fiscal year 2014/15 fixed revenues as a percentage of total revenues will decline from 18 percent to 16 percent; fixed revenues as a percentage of total revenues will decline from 18 percent to 13 percent in fiscal year 2023/24; and this decline will continue; and

WHEREAS, in light of Metropolitan's significant fixed costs and fluctuating volumetric revenues, robust and diverse fixed revenues are essential to Metropolitan's fiscal well-being for the additional reason that they help Metropolitan maintain creditworthiness. Positive credit ratings are central to fiscal integrity because they reduce the cost of borrowing and provide flexibility by increasing access to credit markets. Access to credit markets is especially important whenever Metropolitan faces supply or demand uncertainties. As set forth above, suspending the tax rate restriction will allow Metropolitan to retain important fixed revenues, whereas, absent suspension, these fixed revenues will be lost; and

WHEREAS, ad valorem taxes are an important component of Metropolitan's fiscal integrity because they help ensure that those for whom costs are incurred help pay those costs. As a wholesale water agency, Metropolitan's customers are its 26 member agencies. Each member agency pays volumetric rates based on the amount of water Metropolitan sells and delivers to it; whereas ad valorem taxes are levied directly on residents and businesses that are property owners within Metropolitan's service area. All property owners within Metropolitan's service area benefit from the water system that allows water to be sold and delivered in Southern California. Ad valorem taxes ensure that residences and businesses pay a share of costs of the system; and

WHEREAS, maintaining the existing ad valorem tax rate advances fiscal integrity because it takes pressure off Metropolitan's volumetric water rates and readiness-to-serve and capacity charges and assist the Board, in its discretion, in maintaining a fair and appropriate balance between fixed costs and fixed revenues and help ensure that all who benefit from Metropolitan's service pay a fair share of the cost of that service; and

WHEREAS, maintaining the existing ad valorem tax rate and preventing the decline in fixed revenues will create a more stable water revenue structure that can better deal with fluctuations in water sales and support drought response measures; and

WHEREAS, Metropolitan's reliance on property taxes is significantly lower than most other agencies that entered into state water contracts. Other state water contractors rely on property taxes to cover up to 100 percent of their state water contract obligations. Even if all Metropolitan's property tax revenue were fully allocated to State Water Contract obligations—and it is not—Metropolitan would cover only 18 percent of its fiscal year 2014/15 State Water Contract obligations. This percentage is at the far low end for state water contractors; and

WHEREAS, in fiscal year 2013/14, due to increased demand and limited alternative local supplies Metropolitan's water deliveries exceeded budget estimates, and revenues exceeded expenditures, resulting in accrual of water rate stabilization reserves. The Board, in its discretion to set budget and rates and plan for Metropolitan's long-term fiscal stability and health, approved allocation of water rate stabilization reserves over target on June 20, 2014, to the Replacement and Refurbishment Fund, the Other Post-Employment Benefits Trust and the Water Management Fund to reduce future costs of the Capital Investment Plan and underfunded obligations for retiree benefits and to fund water management activities in response to current drought conditions. Purchasing and transporting water to replenish storage will require significant expenditures. While the fiscal year 2013/14 receipts are relevant to an inquiry into fiscal health and stability, they should not control the analysis, which must consider long-term, not only immediate, circumstances and the full spectrum of facts and circumstances, including the appropriate mix of property taxes and water rates and charges that will best allow Metropolitan to satisfy the region's long-term water-supply needs; and

WHEREAS, on February 10, 2014, the Finance and Insurance Committee of the Board reviewed Board Letter 8-1, executed by the Chief Financial Officer and General Manager on January 30, 2014, and recommended that the Board set a public hearing for the March 2014 Board meeting to consider suspending the tax restriction clause of Section 124.5 to maintain the ad valorem property tax at current levels, and instruct the Board Executive Secretary to provide notice of the public hearing, as required by Section 124.5; and

WHEREAS, the Board approved such recommendation on February 11, 2014; and

WHEREAS, notices of the public hearing were filed with the offices of the Speaker of the Assembly and the President pro Tempore of the Senate on February 20, 2014; and

WHEREAS, the Board conducted a public hearing at its regular meeting on March 11, 2014, at which interested parties were given the opportunity to present their views regarding the recommendation to suspend the tax restriction clause of Section 124.5 to maintain the ad valorem tax at current levels; and

WHEREAS, the Board has carefully considered the comments and evidence and all material factors relevant to a finding that suspension of the tax rate restriction is essential to Metropolitan's fiscal integrity; and

WHEREAS, each of the meetings of the Board were conducted in accordance with the Brown Act (commencing at Section 54950 of the Government Code), for which due notice was provided and at which quorums were present and acting throughout;

NOW, THEREFORE, the Board of Directors of The Metropolitan Water District of Southern California, after receiving, considering, and evaluating public comments and evidence and all material factors pertaining thereto, including the financial and operating information summarized in Board Letter 5J executed by the Chief Financial Officer and General Manager on August 12, 2014 and in recognition of the facts and considerations set forth in this Resolution, hereby:

1. Finds and determines that a tax rate in excess of the restriction set out in Section 124.5 of the Act is essential to the fiscal integrity of Metropolitan; and
2. Resolves and determines that the tax rate restriction in Section 124.5 of the Act is hereby suspended for the limited purpose of allowing the Board in its discretion to levy ad valorem property taxes at the tax rate levied for fiscal year 2013/14 (.0035 percent of assessed valuation, excluding annexation levies); and
3. Waives compliance with section 4301(b) of Metropolitan's Administrative Code for any tax levy that utilizes this suspension of Section 124.5 of the Act.

I HEREBY CERTIFY that the foregoing is a full, true, and correct copy of a resolution of the Board of Directors of The Metropolitan Water District of Southern California, adopted at its meeting held August 19, 2014.

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Secretary of the Board of Directors  
of the Metropolitan Water District  
of Southern California

## RESOLUTION XXXX

A RESOLUTION LEVYING TAXES FOR THE FISCAL YEAR  
COMMENCING JULY 1, 2014 AND ENDING JUNE 30, 2015  
FOR THE PURPOSES OF THE METROPOLITAN WATER DISTRICT  
OF SOUTHERN CALIFORNIA

The Board of Directors of The Metropolitan Water District of Southern California, after receiving, considering, and evaluating evidence and all material factors pertaining thereto, including budget requirements, water rates and revenues, and tax rates and revenues, finds, determines, and resolves:

## Section 1.

RECITALSWater Rates

With full review of (1) evidence presented, and (2) all material factors and considerations, the Board of Directors has fixed water rates to be effective for the fiscal year beginning July 1, 2014, which, in the debated, informed and considered discretion of the Board, are in compliance with Section 134 of the Metropolitan Water District Act, in that the Board, so far as practicable, has fixed such rates as will result in revenue which will pay the District's operating expenses, provide for maintenance and repairs, provide for payment of the purchase price or other charges for property or services or other rights acquired by the District, and provide for the payment of the interest and principal of District bonds, notes and other evidences of indebtedness under the applicable provisions of the Metropolitan Water District Act authorizing debt issuance and retirement.

Taxation

In its informed discretion, based upon full review of evidence presented and all material factors and considerations, the Board of Directors determines that the District's revenues for the said fiscal year from water sales and sources other than ad valorem property taxes, after payment of the District's operation and maintenance expenses, the operation, maintenance, power, and replacement charges due under the District's State contract, revenue bond service, deposits to the revenue bond reserve fund, short term revenue certificate (commercial paper note) service, net costs of operating equipment, and net inventory costs during the fiscal year, as well as the maintenance of prudent reserves for unforeseen District expenditures or unforeseen reduction in District revenue, will be insufficient to provide for general obligation bond service and to pay the District's contract obligations to the State of California for sale and delivery of water. Therefore, the Board levies taxes as provided in this Resolution and the exhibits attached, sufficient, when taken with other revenues available for the purpose, to meet all of the foregoing obligations and financial requirements, in the amounts and rates set forth in this Resolution and the schedules attached and incorporated therein.

Section 2.

DEFINITIONS

The following terms as used herein shall have the following meanings:

- (1) "MWD OF SC" shall mean The Metropolitan Water District of Southern California

"MWD" shall mean Municipal Water District

"SDCWA" shall mean the San Diego County Water Authority

"ID" shall mean Irrigation District

"PUD" shall mean Public Utility District.

- (2) "Fiscal year" shall mean the fiscal year commencing July 1, 2014 and ending June 30, 2015.

- (3) "Schedule A and B" as shown in Section 9 shall mean:

Schedule A - a tabulation setting forth for the fiscal year the estimated funds to be produced by MWD of SC tax levies made by this resolution.

Schedule B - a tabulation setting forth for the fiscal year such tax rates as set forth in Sections 4, 5, and 6 hereof, the total tax rates, and the amounts of money to be derived from respective areas from the tax levies made by this resolution.

- (4) The following city areas represent the corporate areas of cities at their respective times of annexation to MWD of SC, and may include areas subsequently annexed to said city areas at times when such areas were not within MWD of SC, and may include those areas which, at the time of their respective annexation to said city areas, were within non-city member public agencies and subsequently excluded from such non-city member public agencies:

"City of Beverly Hills Area"	December 6, 1928
"City of Burbank Area"	December 6, 1928
"City of Glendale Area"	December 6, 1928
"City of Los Angeles Area"	December 6, 1928
(Including portion of Original Area of Las Virgenes MWD excluded from Las Virgenes MWD on November 9, 1962)	
"City of Pasadena Area"	December 6, 1928
"City of San Marino Area"	December 6, 1928
"City of Santa Monica Area"	December 6, 1928
"City of Long Beach Area"	February 27, 1931
"City of Torrance Area"	February 27, 1931
"City of Compton Area"	June 23, 1931
"City of San Fernando Area"	November 12, 1971

- (5) "West Basin MWD" shall include the following areas; annexed to West Basin MWD and to MWD of SC on the dates cited:

Original Area	July 23, 1948
City of Gardena Area	December 9, 1948
Inglewood Area	June 9, 1952
Dominguez Area	October 16, 1952
Hawthorne Area	October 23, 1953
La Casa Territory Area	November 23, 1953
A B C Territory Area	January 11, 1955
Culver City-County Territory Area	January 11, 1955
Frawley Territory Area	January 13, 1958
Imperial Strip Territory Area	November 22, 1960
Marina Area	January 10, 1962
Belle View Area	November 12, 1963
Municipal Parking Area	November 12, 1963
La Tijera Area	December 21, 1965
Jefferson Blvd. Area	October 30, 1969
Marina Second Fringe Area	May 3, 1978
West Hollywood Area	June 23, 1981

- (6) “Three Valleys MWD” shall include the following areas, annexed to Three Valleys MWD (formerly Pomona Valley MWD) and to MWD of SC on the dated cited:

Original Area	November 15, 1950
Glendora Area	October 2, 1952
Rowland Area	June 15, 1953
Stephens Area	November 27, 1957

- (7) “Foothill MWD” shall include the following areas, annexed to Foothill MWD and to MWD of SC on the dates cited:

Original Area of Foothill MWD	January 15, 1953
Foothill First Fringe Area	March 21, 1968
Foothill Second Fringe Area	November 21, 1968
La Vina Annexation	July 13, 1993

- (8) “Central Basin MWD” shall include the following areas, annexed to Central Basin MWD and to MWD of SC on the dates cited:

Original Area	November 12, 1954
Compton Territory Area	January 4, 1957
Bellflower Territory Area	December 30, 1958
Shoestring Strip Territory Area	January 23, 1961
Signal Hill Territory Area	November 14, 1963
Lakewood Area	November 14, 1963
Vernon Area	June 24, 1965
Dairy Valley Area	June 21, 1967
Boyle Heights Area	July 24, 1967
Cerritos Area	December 22, 1969
Hawaiian Gardens Area	November 22, 1977

- (9) “Las Virgenes MWD” shall include the following areas annexed to Las Virgenes MWD and to MWD of SC on the dates cited, excluding that portion annexed to the City of Los Angeles on November 9, 1962:

Original Area	December 1, 1960
Twin Lakes Area	March 12, 1965
Bell Canyon Area	March 16, 1966
Hidden Hills Annexation 87-1	April 22, 1988

- (10) “Upper San Gabriel Valley MWD” shall include the following areas annexed to Upper San Gabriel Valley MWD and to MWD of SC on the dates cited:

Original Area	March 27, 1963
West Covina Area	November 1, 1965
Garvey Reservoir Area	December 1, 1976
Mountain Cove Annexation	July 17, 2002

- (11) The following city areas represent the corporate areas of cities at their respective times of annexation to MWD of SC, and may include areas subsequently annexed to said city areas at times when such areas were not within MWD of SC, and may include those areas which, at the time of their respective annexation to said city areas, were within non-city member public agencies and subsequently excluded from such non-city member public agencies:

City of Anaheim Area December 6, 1928

Including:

Serrano/Nohl Ranch Rd. Reorganization (RO 01-05),  
Parcel 2, detached from MWD of Orange County on  
April 19, 2001;  
Reorganization Area 1 (RO 03-17) detached from  
MWD of Orange County on August 26, 2003;  
Reorganization Area 2 (RO 03-17) detached from  
MWD of Orange County on August 26, 2003;  
Reorganization Brookhurst ARCO (RO 02-02) detached  
from MWD of Orange County on July 8, 2003;  
North-Central Islands Annexation (IA 04-08) detached  
from MWD of Orange County on August 20, 2004;  
Serrano Heights Reorganization (RO 04-01) detached  
from MWD of Orange County on May 28, 2004;  
Ball Road/Santa Ana River Reorganization (RO 04-02)  
detached from MWD of Orange County on  
December 13, 2004

City of Santa Ana Area December 6, 1928

Including:

Reorganization Area 4 (RO 03-17) detached from  
MWD of Orange County on August 26, 2003

City of Fullerton Area

February 27, 1931

Including:

Hawks Point Reorganization (RO 00-11) detached from MWD of Orange County on April 19, 2001;

Reorganization Area 3 (RO 03-17) detached from MWD of Orange County on August 26, 2003;

Page Avenue Island Annex. (IA 04-14) detached from MWD of Orange County on November 3, 2004;

Somerset Island Annex. (IA 04-15) detached from MWD of Orange County on November 3, 2004

- (12) "Remainder of MWD of Orange County" shall include the following areas, annexed to MWD of Orange County and to MWD of SC on the dates cited excluding that portion thereof of Reorganization No. 62 annexed to Coastal MWD on March 7, 1984:

Original Area	November 26, 1951
Annexation No. 1 Territory Area	November 25, 1957
Annexation No. 4 Territory Area	December 11, 1958
Annexation No. 5 Territory Area	December 7, 1959
Annexation No. 7 Territory Area	December 8, 1960
Annexation No. 10 Territory Area	December 11, 1961
Annexation No. 11 Territory Area	January 6, 1964
Annexation No. 8A Territory Area	March 29, 1965
Annexation No. 8B Territory Area	March 29, 1965
Annexation No. 8D Territory Area	March 29, 1965
Annexation No. 8E Territory Area	March 29, 1965
Annexation No. 8F Territory Area	March 29, 1965
Annexation No. 8G Territory Area	March 29, 1965
Annexation No. 8H Territory Area	March 29, 1965
Annexation No. 13 Territory Area (Excluded from Coastal MWD for purpose of such annexation)	June 30, 1969
Annexation No. 16 Territory Area	November 7, 1972
Annexation No. 15 Territory Area	November 15, 1972
Annexation No. 18 Territory Area	December 16, 1982
Annexation No. 19 Territory Area	December 27, 1983
Annexation No. 17 Territory Area	December 29, 1983
City of Brea Area	March 7, 1984
Brea Fringe Annexation Area	March 7, 1984
Serrano/Nohl Ranch Road Reorganization Parcel 1 (RO 01-05) detached from City of Anaheim	April 19, 2001

Coastal MWD January 17, 2001

Coastal MWD and MWD of Orange County have been consolidated into a single district (RO 97-06) effective January 17, 2001. It shall include the following areas, annexed to Coastal MWD and to MWD of SC on the dates cited:

Original Area	June 15, 1942
Fairview Farms Area	September 21, 1946

Irvine Subdivision Areas	November 26, 1948
1948 Portion of City of Newport Beach Area	November 29, 1948
Parts of Dana Point Area	August 3, 1949
Capistrano Beach-San Clemente Area	October 28, 1954
Tri-Cities Annexation No. 2 Area	December 12, 1962
Laguna Canyon Annexation Area	December 20, 1962
Lido Sands Annexation Area	January 6, 1964
Laguna Niguel Area	June 30, 1969
(Including Reorganization 32 Parcel A Area excluded from Annexation No. 4 on January 4, 1977)	
Tri-Cities Annexation No. 79-1 Area	December 22, 1982
Reorganization No. 62 Parcel C and that portion of Parcel B Area excluded from Annexation No. 5 of MWD of Orange County	March 7, 1984
Reorganization No. 64 Area excluded from Annexation No. 7 of MWD of Orange County	March 18, 1983
Reorganization No. 123 excluded from Annexation No. 7 of MWD of Orange County	August 6, 1990

- (13) "Remainder of Eastern MWD" shall include the following areas, annexed to Eastern MWD and to MWD of SC on the dates cited:

Original Area (Portion of area excluded from Eastern MWD and annexed to Western MWD)	July 20, 1951
Adjacent Area	May 22, 1953
First Fringe Area (Portion of area excluded from Eastern MWD and annexed to Western MWD)	April 20, 1956
Third Fringe Area (Area excluded from Original Area of Western MWD)	November 20, 1958
Fourth Fringe Area	December 6, 1960
Fifth Fringe Area (Portion of area excluded from Eastern MWD and annexed to Western MWD)	May 31, 1962
Sixth Fringe Area	December 10, 1962
Seventh Fringe Area	March 11, 1963
Eight Fringe Area	April 23, 1963
Ninth Fringe Area	April 23, 1963
Tenth Fringe Area	September 22, 1964
Eleventh Fringe Area	September 22, 1964
Twelfth Fringe Area	October 22, 1965
Thirteenth Fringe Area (Portion of area excluded from Eastern MWD and annexed to Western MWD)	October 13, 1967
Fourteenth Fringe Area	October 23, 1967
Sixteenth Fringe Area (Area excluded from First Fringe Area of Western MWD)	July 1, 1969
Fifteenth Fringe Area	August 12, 1969
Seventeenth Fringe Area	March 5, 1970
Eighteenth Fringe Area	March 5, 1970

Nineteenth Fringe Area	May 8, 1970
Twentieth Fringe Area	September 29, 1971
Twenty-First Fringe Area	September 30, 1971
Twenty-Second Fringe Area	April 27, 1972
Twenty-Third Fringe Area	May 23, 1975
Twenty-Fourth Fringe Area	December 30, 1975
Twenty-Fifth Fringe Area	April 26, 1983
Twenty-Sixth Fringe Area	November 27, 1985
Twenty-Seventh Fringe Area	December 19, 1985
Twenty-Eighth Fringe Area	November 18, 1986
Twenty-Ninth Fringe Area	May 4, 1987
Thirty-First Fringe Area	July 9, 1987
Thirty-Second Fringe Area	July 9, 1987
Thirty-Third Fringe Area	August 27, 1987
Thirtieth Fringe Area	December 15, 1987
Thirty-Fourth Fringe Area	March 16, 1988
Thirty-Fifth Fringe Area	May 2, 1988
Thirty-Eighth Fringe Area	October 14, 1988
Thirty-Sixth Fringe Area	December 5, 1988
Fortieth Fringe Area	August 1, 1989
Forty-Second Fringe Area	May 25, 1990
Forty-Third Fringe Area	June 19, 1990
Thirty-Ninth Fringe Area	July 13, 1990
Forty-First Fringe Area	July 27, 1990
Forty-Fifth Fringe Area	March 13, 1991
Forty-Seventh Fringe Area	June 3, 1991
Forty-Eighth Fringe Area	November 21, 1991
Forty-Ninth Fringe Area	November 21, 1991
Fiftieth Fringe Area	November 21, 1991
Fifty-First Fringe Area	December 19, 1991
Forty-Fourth Fringe Area	June 3, 1992
Fifty-Second Fringe Area	June 29, 1992
Forty-Sixth Fringe Area	July 7, 1992
Fifty-Third Fringe Area	August 27, 1992
Fifty-Fifth Fringe Area	April 29, 1993
Fifty-Sixth Fringe Area	June 22, 1993
Fifty-Eighth Fringe Area	June 22, 1993
Fifty-Ninth Fringe Area	June 22, 1993
Sixtieth Fringe Area	November 29, 1993
Fifty-Seventh Fringe Area	December 9, 1994
Sixty-Second Fringe Area	July 3, 1996
Sixty-Third Fringe Area	October 28, 1996
Sixty-Fourth Fringe Area	August 28, 1997
Sixty-Fifth Fringe Area	December 28, 2000
Seventieth Fringe Area	August 29, 2001
Sixty-Seventh Fringe Area Reorganization (Area detached from portion of Original Area of Western MWD)	August 29, 2001
Sixty-Eighth Fringe Area	January 15, 2002
Seventy-First Fringe Area	June 20, 2002
Sixty-Ninth Fringe Area	November 27, 2002
Seventy-Second Fringe Area	October 21, 2003

Sixty-Sixth Fringe Area	November 17, 2003
Seventy-Third Fringe Area	November 17, 2003
Seventy-Fourth Fringe Area	November 17, 2003
Seventy-Fifth Fringe Area	June 2, 2004
Seventy-Sixth Fringe Area	April 6, 2004
Seventy-Eighth Fringe Area	April 19, 2005
Eighty-Third Fringe Area	December 15, 2005
Seventy-Ninth Fringe Area	December 20, 2005
Eighty-First Fringe Area	December 20, 2005
Eighty-Fourth Fringe Area	December 20, 2005
Eighty-Seventh Fringe Area	February 14, 2006
Eighty-Sixth Fringe Area	March 24, 2006
Eighty-Fifth Fringe Area	May 22, 2006
Eighty-Eighth Fringe Area	May 22, 2006
Eighty-Ninth Fringe Area	June 28, 2006
Ninety-Second Fringe Area	August 2, 2006
Ninety-First Fringe Area	November 28, 2006
Ninety-Fifth Fringe Area	December 14, 2006
Ninetieth Fringe Area	December 19, 2006
Ninety-Seventh Fringe Area	April 16, 2007
Ninety-Third Fringe Area	July 26, 2007
101st Fringe Area	January 24, 2008
Ninety-Ninth Fringe Area Reorganization (Area detached from Western Municipal Water District)	September 10, 2008
100 <sup>th</sup> Fringe Area	November 17, 2008
Ninety-Sixth Fringe Area	December 11, 2008
102 <sup>nd</sup> Fringe Area	December 22, 2009
103 <sup>rd</sup> Fringe Area	October 1, 2013

- (14) “Eleventh Fringe Area of Western MWD” shall mean the Eleventh Fringe area annexed to Western MWD and to MWD of SC on July 17, 1969.
- (15) “Fifteenth Fringe Area of Western MWD” shall mean the Fifteenth Fringe area annexed to Western MWD and to MWD of SC on July 13, 1972. (Said area lying entirely within the County of Orange.)
- (16) “Remainder of Western MWD” shall include the following areas, annexed to Western MWD and to MWD of SC on the dates cited:

Original Area (Portion of area excluded from Western MWD and annexed to Eastern MWD)	November 12, 1954
First Fringe Area (Portion of area excluded from Western MWD and annexed to Eastern MWD)	December 20, 1957
Second Fringe Area	December 18, 1961
Third Fringe Area	June 27, 1962
Fifth Fringe Area	July 2, 1964
Fourth Fringe Area	December 19, 1966
Seventh Fringe Area	December 19, 1966
Eighth Fringe Area (Area excluded from Fifth Fringe Area of Eastern MWD on July 26, 1967)	September 18, 1967

Sixth Fringe Area	
Ninth Fringe Area	September 27, 1967
Tenth Fringe Area	November 17, 1967
Thirteenth Fringe Area	June 12, 1968
	June 23, 1969
(Area excluded from Fifth Fringe Area of Eastern MWD)	
Twelfth Fringe Area	July 1, 1969
(Area excluded from First Fringe Area of Eastern MWD)	
Fourteenth Fringe Area	October 11, 1973
Sixteenth Fringe Area	August 30, 1977
(Area excluded from Thirteenth Fringe Area of Eastern MWD)	
Seventeenth Fringe Area	December 23, 1980
Eighteenth Fringe Area	December 15, 1981
Twentieth Fringe Area	December 4, 1987
Twenty-Second Fringe Area	October 14, 1988
Twenty-First Fringe Area	December 5, 1988
Twenty-Third Fringe Area	November 3, 1989
Twenty-Fourth Fringe Area	May 18, 1990
Twenty-seventh Fringe Area	May 18, 1990
Twenty-Sixth Fringe Area	June 6, 1990
Twenty-Fifth Fringe Area	July 13, 1990
Twenty-Eighth Fringe Area	January 28, 1991
Thirtieth Fringe Area	March 13, 1991
Twenty-Ninth Fringe Area	November 4, 1991
Thirty-First Fringe Area	February 19, 1992
Thirty-Third Fringe Area	May 26, 1993
Thirty-Fourth Fringe Area	October 31, 1994
(Area excluded from Fifth Fringe Area of Eastern MWD)	
Thirty-Sixth Fringe Area	September 29, 1997
(Area excluded from Original Area of Eastern MWD)	
Thirty-Seventh Fringe Area	December 30, 1997
Thirty-Eighth Fringe Area	June 29, 1999
Fortieth Fringe Area	November 22, 1999
Thirty-Ninth Fringe Area	October 24, 2000
Forty-First Fringe Area	December 28, 2000
Forty-Fifth Fringe Area	June 20, 2002
Forty-Second Fringe Area	February 7, 2002
(Area excluded from Fifth Fringe Area of Eastern MWD)	
Forty-Sixth Fringe Area	November 24, 2003
Forty-Eighth Fringe Area	December 15, 2003
Forty-Ninth Fringe Area	April 28, 2004
Fiftieth Fringe Area	May 27, 2005
Forty-Seventh Fringe Area	June 21, 2005
Forty-Fourth Fringe Area	June 22, 2006

- (17) "Original Area of Chino Basin MWD" shall mean the area of Chino Basin MWD annexed to MWD of SC on November 26, 1951.
- (18) "Mid-Valley Area of Chino Basin MWD" shall mean the Mid-Valley area annexed to Chino Basin MWD and to MWD of SC on April 20, 1954.

- (19) “Bryant Annexation Area of Chino Basin MWD” shall mean the “Bryant Annexation area annexed to Chino Basin MWD and to MWD of SC on November 25, 1957.
- (20) “North Perimeter No. 1 Annexation Area of Chino Basin MWD” shall mean the North Perimeter No. 1 Annexation area annexed to Chino Basin MWD and to MWD of SC on November 28, 1969.
- (21) “Remainder of SDCWA” shall include the following areas annexed to SDCWA and to MWD of SC on the dates cited:

Original Area of SDCWA Annexation (Including areas subsequently annexed to city public agencies which were included within Original Area of SDCWA at times when such areas were not within MWD of SC, and areas excluded from non-city public agencies of SDCWA at times when such areas were within said city public agencies)	December 17, 1946
Crest PUD Territory Area	December 13, 1948
San Dieguito ID Area	December 13, 1948
Santa Fe ID Area	December 13, 1948
1950 Fallbrook PUD Annexation Area (Including De Luz Heights MWD Reorganization, originally De Luz Heights MWD annexed to MWD of SC on June 28, 1967 and dissolved on July 1, 1990)	August 1, 1950
City of Escondido Area	October 9, 1950
San Diego Gas and Electric Company Area	May 14, 1952
San Diego Eucalyptus Company’s Lands Area	July 18, 1952
South Bay ID Area	November 3, 1952
Rainbow MWD Area	April 10, 1954
City of Poway Area	April 21, 1954
Bueno Colorado MWD Area (Area dissolved and annexed to Rainbow MWD, Vista Irrigation District, Carlsbad MWD and Vallecitos Water District on November 24, 1993)	June 11, 1954
Rincon Del Diablo MWD	June 14, 1954
Costa Real MWD Area	June 16, 1954
El Cajon Valley-Dry Island Area (Including Lakeside-Boukai Joint Venture Reorganization detached from Padre Dam MWD on September 11, 1996)	December 20, 1954
Valley Center MWD Area	May 9, 1955
Sweetwater Reservoir Area	October 10, 1955
Padre Dam MWD Area	June 7, 1956
Bueno Colorado Annexation No. 1 Area	June 11, 1956
Otay MWD Area	October 26, 1956
Original Area of Ramona MWD within MWD of SC	August 27, 1957
Fallbrook No. 2 Annexation Area	November 24, 1958
Helix Watson Ranch-Island Area	February 20, 1959
Rainbow No. 1 Annexation Area	May 12, 1959
Ramona No. 1 Annexation Area	May 29, 1959
Helix-Fletcher Annexation Area	June 26, 1959
San Dieguito Concurrent Annexation No. 1 Area	September 15, 1959
Helix-Sunnyslope Heights Annexation Area	September 17, 1959
Poway No. 1 Annexation Area	September 21, 1959

Padre Dam MWD No. 2 Annexation Area	November 6, 1959
Padre Dam MWD No. 1 Annexation Area	November 10, 1959
San Dieguito Local Inclusion Annexation Area	November 18, 1959
Santa Fe No. 1 Annexation Area	November 30, 1959
Olivenhain MWD Area	July 25, 1960
(Including Encinitas Municipal Services Reorganization Parcels 1, 2, & 3 detached from San Dieguito No. 2 Annexation Area of SDCWA on June 16, 1995)	
Helix-Willis-Houston Annexation Area	August 10, 1960
Padre Dam MWD No. 3 Annexation Area	October 16, 1960
Otay No. 3 Annexation Area	October 20, 1960
Valley Center No. 1 Annexation Area	December 12, 1960
Rincon del Diablo No. 1 Annexation Area	December 12, 1960
Ramona No. 2 Annexation Area within MWD of SC	September 22, 1961
Rincon del Diablo No. 2 Annexation Area	September 29, 1961
City of Del Mar Area	November 23, 1962
Ramona No. 3 Annexation Area	September 20, 1963
Yuima MWD Area	December 16, 1963
(Excluding Adams/Fitzsimmons Reorganization Parcel 1 annexed to Valley Center MWD, including Adams/Fitzsimmons Reorganization Parcel 2 excluded from Valley Center MWD on March 26, 1991)	
Rincon del Diablo No. 3 Annexation Area	August 27, 1964
Olivenhain No. 1 Annexation Area	February 11, 1965
South Bay Tidelands Area	May 11, 1965
De Luz Heights Annexation Area (Reorganization)	June 28, 1967
Olivenhain No. 4 Annexation Area	November 13, 1967
Yuima No. 1 Annexation Area	November 21, 1967
Ramona Dos Picos Area	November 27, 1967
Ramona No. 4 Annexation Area	November 27, 1967
Valley Center No. 2 Annexation Area	November 29, 1967
Valley Center No. 3 Annexation Area	November 30, 1967
Rainbow No. 3 Annexation Area of SDCWA within MWD of SC" shall mean the Rainbow No. 3 Annexation area annexed to SDCWA and to MWD of SC; omitting therefrom the Werner Detachment excluded on August 4, 1980, the Brown Detachment excluded on January 1, 1981, and the Mann- Gosser Detachment excluded on March 4, 1981 from SDCWA and MWD of SC.	December 6, 1967
De Luz Heights No. 1 Annexation Area	October 15, 1969
Yuima No.2 Annexation Area	November 24, 1969
Fallbrook Community Air Park Annexation Area of SDCWA shall mean the Fallbrook Community Air Park Annexation area annexed to SDCWA and to MWD of SC	December 22, 1969
Padre Dam MWD No. 4	August 3, 1970
Ramona No. 5 Annexation Area	May 17, 1972
Rincon del Diablo No. 4 Annexation Area	November 2, 1972
San Dieguito No. 2 Annexation Area	December 8, 1972
(Including Encinitas Municipal Services Reorganization on June 16, 1995)	
Santa Fe No. 2 Annexation Area	April 11, 1973

Valley Center No. 4 Annexation Area	November 5, 1973
Rainbow No. 5 Annexation Area	November 22, 1973
San Onofre State Beach and Park Area	December 16, 1977
Pendleton Military Reservation Area -Nuclear Generating Plant Portion	December 16, 1977
Remainder of Pendleton Military Reservation Area	December 16, 1977
Rancho Jamul Estates Annexation Area	March 13, 1979
Lake Hodges Estates Annexation Area	June 26, 1980
Burdick Annexation No. 5 Area to Padre Dam MWD	July 26, 1982
Palo Verde Annexation No. 6 Area to Padre Dam MWD	November 15, 1983
Lake Ranch Viejo Annexation to Rainbow MWD	December 13, 1983
Honey Springs Ranch Annexation Area to Otay MWD	December 14, 1983
Thweatt Annexation Area to Rincon del Diablo MWD	December 30, 1983
Hewlett-Packard Annexation Area to Rainbow MWD	December 31, 1985
4S Ranch Annexation Area to Olivenhain MWD	November 5, 1986
Quail Park Reorganization Area Annexed to San Dieguito Water District and excluded from Olivenhain MWD	July 11, 1989
Paradise Mountain Area Annexed to Valley Center MWD	January 11, 1993
Boathouse Area Annexed to Otay Water District	September 6, 1994
Guajome Regional Park Annexation to Vista Irrigation District	October 23, 1998
Podrasky Ohlson Annexation to Valley Center MWD	March 11, 2004
San Elijo Ridge Reorganization (Altman) to Vallecitos Water District	August 9, 2004
Baxter Annexation (RO 03-19) to Padre Dam MWD	July 9, 2005
Citrus Heights Annexation	March 4, 2008
Erreca Annexation	November 4, 2009

- (22) "Remainder of Calleguas MWD" shall include the following areas annexed to Calleguas MWD and to MWD of SC on the dates cited:

Original Area of Calleguas MWD	December 14, 1960
Calleguas Annexation No. 1 Area	March 16, 1961
Lake Sherwood Area	March 14, 1963
Annexation No. 3 Territory	March 15, 1963
Oxnard Mandalay Area	December 8, 1964
Oxnard First Fringe Area	December 8, 1964
Annexation No. 6 Territory	October 17, 1968
Oxnard Second Fringe Area	November 7, 1969
Camarillo First Fringe Area	December 19, 1969
Oxnard Third Fringe Area	December 14, 1970
Oxnard Fourth Fringe Area	December 19, 1972
Point Mugu State Park Area	June 22, 1973
Oxnard Fifth Fringe Area	December 16, 1974
Oxnard Sixth Fringe Area	December 30, 1975
Oxnard Seventh Fringe Area	December 17, 1976
Ventura School for Girls Area	December 17, 1976
Oxnard Eighth Fringe Area	December 12, 1977
Calleguas Annexation No. 17 Area	December 28, 1979
Calleguas Annexation No. 19 Area	December 9, 1981
Calleguas Annexation No. 20 Area	December 21, 1981
Calleguas Annexation No. 18 Area	December 29, 1981

Calleguas Annexation No. 21 Area	March 24, 1982
Calleguas Annexation No. 22 Area	December 2, 1983
Calleguas Annexation No. 23 Area	November 30, 1984
Calleguas Annexation No. 24 Area	June 19, 1985
Calleguas Annexation No. 25 Area	November 27, 1985
Calleguas Annexation No. 26 Area	July 25, 1986
Calleguas Annexation No. 27 Area	December 31, 1987
Calleguas Annexation No. 28 Area	October 4, 1988
Calleguas Annexation No. 29 Area	October 10, 1989
Calleguas Annexation No. 30 Area	July 6, 1990
Calleguas Annexation No. 31 Area	September 25, 1990
Calleguas Annexation No. 33 Area	November 27, 1991
Calleguas Annexation No. 34 Area	June 24, 1992
Calleguas Annexation No. 35 Area	February 26, 1993
Calleguas Annexation No. 36 Area	February 26, 1993
Calleguas Annexation No. 39 Area	February 2, 1994
Calleguas Annexation No. 40 Area	May 16, 1994
Calleguas Annexation No. 41 Area	August 16, 1994
Calleguas Annexation No. 43 Area	August 16, 1994
Calleguas Annexation No. 45 Area	August 16, 1994
Calleguas Annexation No. 46 Area	September 27, 1994
Calleguas Annexation No. 38 Area	December 19, 1994
Calleguas Annexation No. 44 Area	December 19, 1994
Calleguas Annexation No. 47 Area	September 19, 1995
Calleguas Annexation No. 48 Area	December 21, 1995
Calleguas Annexation No. 32 Area	March 5, 1996
Calleguas Annexation No. 49 Area	December 18, 1996
Calleguas Annexation No. 52A Area	November 4, 1997
Calleguas Annexation No. 53 Area	December 19, 1997
Calleguas Annexation No. 52B Area	December 23, 1997
Calleguas Annexation No. 51 Area	June 9, 1998
Calleguas Annexation No. 54 Area	January 26, 1999
Calleguas Annexation No. 55 Area	January 27, 1999
Calleguas Annexation No. 61 Area	October 27, 1999
Calleguas Annexation No. 57 Area	December 29, 1999
Calleguas Annexation No. 58 Area	December 29, 1999
Calleguas Annexation No. 60 Area	December 29, 1999
Calleguas Annexation No. 65 Area	August 2, 2000
Calleguas Annexation No. 66 Area	August 4, 2000
Calleguas Annexation No. 63 Area	December 27, 2000
Calleguas Annexation No. 68 Area	April 17, 2001
Calleguas Annexation No. 69 Area	July 20, 2001
Calleguas Annexation No. 70 Area	July 27, 2001
Calleguas Annexation No. 74 Area	November 26, 2001
Calleguas Annexation No. 72 Area	December 17, 2001
Calleguas Annexation No. 75 Area	April 24, 2002
Calleguas Annexation No. 76-A Area	July 2, 2002
Calleguas Annexation No. 76-B Area	July 26, 2002
Calleguas Annexation No. 79	May 27, 2003
Calleguas Annexation No. 81	August 11, 2003
Calleguas Annexation No. 82	September 22, 2003

Calleguas Annexation No. 80	December 9, 2002
Calleguas Annexation No. 67	December 22, 2003
Calleguas Annexation No. 73	December 22, 2003
Calleguas Annexation No. 77	June 4, 2004
Calleguas Annexation No. 78	March 3, 2004
Calleguas Annexation No. 84	October 22, 2004
Calleguas Annexation No. 83	November 23, 2005
Calleguas Annexation No. 85	January 3, 2006
Calleguas Annexation No. 92	November 28, 2007
Calleguas Annexation No. 91	April 7, 2008
Calleguas Annexation No. 90	May 21, 2008
Calleguas Annexation No. 89	September 25, 2008
Calleguas Annexation No. 87	December 28, 2009
Calleguas Annexation No. 93	December 28, 2009
Calleguas Annexation No. 94	September 21, 2010
Calleguas Annexation No. 96	April 23, 2012
Calleguas Annexation No. 95	December 20, 2012

- (23) “Exclusions from City of Los Angeles Area” shall mean the following areas excluded from the City of Los Angeles and from MWD of SC on the dates cited:

Alhambra Hills Annexation to City of Alhambra	January 27, 1964
Portion of Reorganization No. 85-2 of City of Los Angeles	December 30, 1985
Creekside Condominiums (Reorganization 98-01)	September 11, 2002

- (24) “Exclusion from Las Virgenes MWD” shall mean the following area excluded from Las Virgenes MWD and from MWD of SC on the date cited:

Portion of Reorganization No. 85-2 of Original Area of Las Virgenes MWD	December 30, 1985
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- (25) “Exclusion from Three Valleys MWD” shall mean the following area excluded from Three Valleys MWD and from MWD of SC on the date cited:

Azusa Reorganization (Parcels 1, 2, 3 & 20)	May 21, 1996
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- (26) “Exclusions from Ramona No. 2 Annexation Area” shall mean the following areas excluded from Ramona No. 2 Annexation area of SDCWA and from MWD of SC on the dates cited:

Schlueter Detachment	December 19, 1977
Bonfils Detachment	December 29, 1978

- (27) “Exclusions from Rainbow No. 3 Annexation Area” shall mean the following areas excluded from Rainbow No. 3 Annexation area of SDCWA and from MWD of SC on the dates cited:

Werner Detachment	August 4, 1980
Brown Detachment	January 1, 1981
Mann-Gosser Detachment	March 4, 1981

- (28) “Exclusion from Original Area of Ramona MWD” shall mean the following area excluded from Ramona MWD Area of SDCWA and from MWD of SC on the date cited:

Meyer Detachment

March 10, 1983

- (29) “Exclusion from Original Area of Western MWD” shall mean the following area excluded from Original Area of Western MWD and from MWD of SC on the date cited:

LAFCO 94-28-2 Detachment

January 21, 1997

- (30) “Exclusion from Central Basin MWD” shall mean the following area excluded from Central Basin MWD and from MWD of SC on the date cited:

Reorganization No. 1-1998, Parcel 1 & 2 to San Gabriel Valley Water District December 29, 1999

## Section 3.

ASSESSED VALUATIONS

The county auditors of the counties of Los Angeles, Orange, Riverside, San Bernardino, San Diego and Ventura have certified the assessed valuations of all property taxable by MWD of SC for the fiscal year and their respective certificates have been filed with the Board of Directors.

## Section 3.1

STATEMENT REGARDING ARTICLE XIII A OF  
THE CONSTITUTION OF THE STATE OF CALIFORNIA

None of the tax levies made by the Board of Directors of MWD of SC in the next succeeding sections fall with Section 1(a) of Article XIII A approved by the electorate on June 6, 1978 for addition to the California Constitution, effective July 1, 1978. All of said levies fall under the Section 1(b) exemption to said Section 1(a) and are otherwise exempt from said Section 1(a) by reason of the impairment of contract clause of Article I, Section 10 of the United States Constitution. None of said levies fall within Article XIII C and XIII D approved by the electorate on November 5, 1996, for addition to the California Constitution, by reason of the aforementioned provisions and exemptions and the provisions of Section 3(a)(1) of Article XIII D. All of said levies are made pursuant to Revenue and Taxation Code Section 93(a) and are for the purpose of and shall be used for payment of "voter-approved indebtedness."

## Section 4.

ANNEXATION LEVY

For the dual purposes of raising the amounts required to be raised by means of levies on taxable properties as prescribed by resolutions of the Board of Directors of MWD of SC fixing terms and conditions for annexation to MWD of SC (or as such terms and conditions may have been modified in accordance with the Metropolitan Water District Act of the State of California, Statutes 1969, Chapter 209, as amended) and for raising funds necessary to provide for payment of a portion of the capital cost component of either the Transportation Charge or the Delta Water Charge, or both, billed to MWD of SC under the "State Water Contract" (as identified in Section 6 of this Resolution) due or to become due within the current fiscal year or within the following fiscal year before the time when money will be available from the next tax levy;

- a. The amount of money necessary to be raised by ad valorem property taxation during the fiscal year is the sum set forth in the last line of Column #1 of Schedule A.
- b. The rates of such taxation of MWD of SC for the fiscal year 2014/2015 upon secured taxable property in each of the areas subject to such levies hereby are set forth in Column #1 of Schedule B.
- c. The amounts of money to be derived from said levies are set forth in Column #3 of Schedule B, including the amounts of money to be derived from the area of MWD of SC within each separate municipality.

## Section 5.

BOND LEVY

For the purposes of paying the annual interest on the outstanding bonded indebtedness of MWD of SC incurred as a result of approval by the voters residing within MWD of SC and such part of the principal of such bonds as shall become due before the time when money will be available from the next general tax levy, or such portion thereof as shall not be met from previous levies or other revenues of the District;

- a. The amount of money necessary to be raised by ad valorem property taxation during the fiscal year is the sum set forth in the last line in column #2 of Schedule A.
- b. The rate of such taxation of MWD of SC for the fiscal year 2014/2015 upon secured taxable property within MWD of SC hereby is fixed and levied at .0006% of assessed valuation. The rate of such taxation for the fiscal year 2014/2015 upon unsecured taxable property is the rate fixed and levied for the preceding year applicable to secured taxable property, as required by operation of law.
- c. The amounts of money necessary to be derived from said levy are set forth in Column #4 of Schedule B, including the amounts of money to be derived from the area of MWD of SC within each separate municipality.

## Section 6.

STATE WATER CONTRACT LEVY

For the purpose of raising funds in excess of those funds raised under Section 4 of this Resolution, necessary and sufficient to provide for payments due or to become due within the current fiscal year or within the following fiscal year before the time when money will be available from the next tax levy, or such portion thereof as shall not be met from previous levies or other revenues of the District under the

“CONTRACT BETWEEN THE STATE OF CALIFORNIA DEPARTMENT OF WATER RESOURCES AND THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA FOR A WATER SUPPLY, dated November 4, 1960” (State Water Contract):

- a. The amount of money necessary to be raised by ad valorem property taxation during the fiscal year in excess of the sum raised under Section 4 of this Resolution is the sum set forth in the last line of Column #3 of Schedule A.
- b. The rate of such taxation of MWD of SC for the fiscal year 2014/2015 upon secured taxable property within MWD of SC hereby is fixed and levied at .0029% of assessed valuation. The rate of such taxation for the fiscal year 2013/2014 upon the unsecured taxable property is the rate fixed for the preceding year applicable to secured taxable property, as required by operation of law.
- c. The amounts of money necessary to be derived from said levy are set forth in column #5 of Schedule B, including the amounts of money to be derived from the area of MWD of SC within each separate municipality.

Section 7.

TOTALS

The total rates of ad valorem property taxation of MWD of SC for the fiscal year upon secured taxable property are set forth in Column #2 of Schedule B. The total amounts of money to be derived by virtue of such tax levies for the fiscal year are set forth in Column #6 of Schedule B, including the amounts of money to be derived from the area of MWD of SC within each separate municipality.

Section 8.

REDEVELOPMENT AGENCIES

Pursuant to Assembly Bill X1 26 (“ABX1 26”), chaptered and effective on June 27, 2011, and as modified in part by the California Supreme Court in the decision of *California Redevelopment Association v. Matosantos*, Case No. S194681, redevelopment agencies in California were dissolved. Such dissolution laws were modified in part by Assembly Bill 1484 (“AB 1484”), chaptered and effective on June 27, 2012.

The total rates of taxation of MWD of SC for the fiscal year set forth in Column #2 of Schedule B are the rates of taxation upon taxable property taxable by MWD of SC within the areas shown in said Schedule, including taxable property formerly within redevelopment agencies as well as all other property so taxable by MWD of SC. The total amounts of money shown in Column #6 of Schedule B to be derived from some of said areas by virtue of tax levies of MWD of SC include monies to be allocated to the successors agencies of former redevelopment agencies for the payment of enforceable obligations and allowable administrative expenses approved by the State Department of Finance and local successor agency oversight boards, as well as amounts of money to be allocated to MWD of SC. The estimated adjustment to be made to account for the difference between the total amount levied and the amount to be derived is included in the provision for estimated collection delinquencies shown in Schedule A.

Section 9

SCHEDULES A AND B

Schedules A and B are attached after the last page of this resolution.

I HEREBY CERTIFY that the foregoing is a full, true, and correct copy of a resolution of the Board of Directors of The Metropolitan Water District of Southern California, adopted at its meeting held August 19, 2014.

\_\_\_\_\_  
Secretary of the Board of Directors  
The Metropolitan Water District  
of Southern California

## THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

## SCHEDULE A

Estimated Funds to be Produced by Tax Levy, Fiscal Year 2014/15  
(Cents Omitted)

		Annexation Levies Column #1	Bond Levy Column #2	State Contract Levy Column #3	Totals Column #4
<u>Secured Property</u>					
Assessed Value	\$ 2,223,208,948,333				
Tax Rate		Various	0.0006%	0.0029%	
Amount of Levy		\$ 43,337	\$ 13,338,980	\$ 64,473,061	\$ 77,855,378
<u>Unsecured Property</u>					
Assessed Value	\$ 91,739,522,381				
Tax Rate		Various	0.0015%	0.0020%	
Amount of Levy		\$ -	\$ 1,376,093	\$ 1,834,791	\$ 3,210,884
<u>All Property</u>					
Assessed Value	\$ 2,314,948,470,714				
Amount of Levy from Schedule B		\$ 43,337	\$ 14,715,073	\$ 66,307,852	\$ 81,066,262
Allocation of County-wide Tax on Utilities		-	6,705,882	12,294,118	19,000,000
Total Tax Levy		43,337	21,420,955	78,601,970	100,066,262
Estimated Collection Adjustments *		(2,102)	(662,594)	(7,119,711)	(7,784,407)
Estimated Funds to be Produced by Tax Levy		\$ 41,235	\$ 20,758,361	\$ 71,482,259	\$ 92,281,855

\* 4.9% allowance for delinquencies

8.7% allowance for allocations to successors of former redevelopment agencies

\$0.9 million estimated supplemental tax collections

\$4.8 million estimated prior years tax collections

Note: All rates expressed as percent of A.V.

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>Los Angeles County</b>							
<b>City of Beverly Hills</b>							
City of Beverly Hills Area	1-1-01-000-0	0.000000	0.003500	0.00	157,570.49	733,138.58	890,709.07
<b>Agency Totals:</b>				0.00	157,570.49	733,138.58	890,709.07
<b>City of Burbank</b>							
City of Burbank Area	1-1-02-000-0	0.000000	0.003500	0.00	134,818.93	555,149.42	689,968.35
<b>Agency Totals:</b>				0.00	134,818.93	555,149.42	689,968.35
<b>City of Glendale</b>							
City of Glendale Area	1-1-03-000-0	0.000000	0.003500	0.00	160,490.48	733,048.27	893,538.75
<b>Agency Totals:</b>				0.00	160,490.48	733,048.27	893,538.75
<b>City of Los Angeles</b>							
City of Los Angeles Area	1-1-04-000-0	0.000000	0.003500	0.00	2,916,080.46	13,163,130.99	16,079,211.45
<b>Agency Totals:</b>				0.00	2,916,080.46	13,163,130.99	16,079,211.45
<b>City of Pasadena</b>							
City of Pasadena Area	1-1-05-000-0	0.000000	0.003500	0.00	149,268.22	690,257.02	839,525.25
<b>Agency Totals:</b>				0.00	149,268.22	690,257.02	839,525.25
<b>City of San Marino</b>							
City of San Marino Area	1-1-06-000-0	0.000000	0.003500	0.00	31,322.12	150,729.25	182,051.37
<b>Agency Totals:</b>				0.00	31,322.12	150,729.25	182,051.37
<b>City of Santa Monica</b>							
City of Santa Monica Area	1-1-07-000-0	0.000000	0.003500	0.00	181,792.72	830,554.81	1,012,347.53
<b>Agency Totals:</b>				0.00	181,792.72	830,554.81	1,012,347.53

Notes: (a) MWD Code-County-Agency-Area-Sub Area

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>Los Angeles County</b>							
<b>City of Long Beach</b>							
City of Long Beach Area	1-1-08-000-0	0.000000	0.003500	0.00	284,282.44	1,249,732.05	1,534,014.49
<b>Agency Totals:</b>				0.00	284,282.44	1,249,732.05	1,534,014.49
<b>City of Torrance</b>							
City of Torrance Area	1-1-09-000-0	0.000000	0.003500	0.00	157,542.26	705,076.24	862,618.50
<b>Agency Totals:</b>				0.00	157,542.26	705,076.24	862,618.50
<b>City of Compton</b>							
City of Compton Area	1-1-10-000-0	0.000000	0.003500	0.00	22,550.06	103,151.70	125,701.77
<b>Agency Totals:</b>				0.00	22,550.06	103,151.70	125,701.77
<b>West Basin Municipal Water District</b>							
West Basin Municipal Water District Area	1-1-11-000-0	0.000000	0.003500	0.00	1,000,089.33	4,485,299.97	5,485,389.29
<b>Agency Totals:</b>				0.00	1,000,089.33	4,485,299.97	5,485,389.29
<b>Three Valleys Municipal Water District</b>							
Three Valleys Municipal Water District Area	1-1-12-000-0	0.000000	0.003500	0.00	354,436.39	1,624,208.43	1,978,644.82
<b>Agency Totals:</b>				0.00	354,436.39	1,624,208.43	1,978,644.82
<b>Foothill Municipal Water District</b>							
Foothill Municipal Water District Area	1-1-13-000-0	0.000000	0.003500	0.00	91,257.13	436,059.71	527,316.84
<b>Agency Totals:</b>				0.00	91,257.13	436,059.71	527,316.84
<b>Central Basin Municipal Water District</b>							
Central Basin Municipal Water District Area	1-1-14-000-0	0.000000	0.003500	0.00	786,515.52	3,469,869.28	4,256,384.80
<b>Agency Totals:</b>				0.00	786,515.52	3,469,869.28	4,256,384.80

Notes: (a) MWD Code-County-Agency-Area-Sub Area

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>Los Angeles County</b>							
<b>Las Virgenes Municipal Water District</b>							
Las Virgenes Municipal Water District Area	1-1-15-000-0	0.000000	0.003500	0.00	130,497.25	611,711.12	742,208.37
<b>Agency Totals:</b>				0.00	130,497.25	611,711.12	742,208.37
<b>Upper San Gabriel Valley MWD</b>							
Upper San Gabriel Valley MWD Area	1-1-16-000-0	0.000000	0.003500	0.00	529,333.89	2,419,504.83	2,948,838.72
<b>Agency Totals:</b>				0.00	529,333.89	2,419,504.83	2,948,838.72
<b>City of San Fernando</b>							
City of San Fernando Area Area	1-1-17-000-0	0.000000	0.003500	0.00	10,893.96	46,216.55	57,110.51
<b>Agency Totals:</b>				0.00	10,893.96	46,216.55	57,110.51
<b>County Totals:</b>				0.00	7,098,741.67	32,006,838.21	39,105,579.88
<b>Orange County</b>							
<b>City of Anaheim</b>							
City of Anaheim Area Area	1-2-01-000-0	0.000000	0.003500	0.00	250,500.10	1,091,316.57	1,341,816.66
<b>Agency Totals:</b>				0.00	250,500.10	1,091,316.57	1,341,816.66
<b>City of Santa Ana</b>							
City of Santa Ana Area Area	1-2-02-000-0	0.000000	0.003500	0.00	146,895.50	623,785.96	770,681.46
<b>Agency Totals:</b>				0.00	146,895.50	623,785.96	770,681.46
<b>City of Fullerton</b>							
City of Fullerton Area Area	1-2-03-000-0	0.000000	0.003500	0.00	107,549.14	470,675.09	578,224.23
<b>Agency Totals:</b>				0.00	107,549.14	470,675.09	578,224.23
<b>Municipal Water District of Orange County</b>							
Remainder of MWD of Orange County	1-2-05-999-0	0.000000	0.003500	0.00	2,504,085.93	11,278,479.10	13,782,565.03
<b>Agency Totals:</b>				0.00	2,504,085.93	11,278,479.10	13,782,565.03

Notes: (a) MWD Code-County-Agency-Area-Sub Area

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>Orange County</b>							
<b>County Totals:</b>				0.00	3,009,030.67	13,464,256.72	16,473,287.39
<b>Riverside County</b>							
<b>Eastern Municipal Water District</b>							
Remainder of Eastern MWD	1-3-01-999-0	0.000000	0.003500	0.00	387,504.88	1,774,651.51	2,162,156.39
<b>Agency Totals:</b>				0.00	387,504.88	1,774,651.51	2,162,156.39
<b>Western Municipal Water District</b>							
Eleventh Fringe Area of Western MWD	1-3-02-011-0	0.187500	0.191000	43,323.83	138.64	670.08	44,132.54
Fifteenth Fringe Area of Western Mwd	1-3-02-012-0	0.187500	0.191000	13.40	0.04	0.21	13.65
Remainder of Western MWD	1-3-02-999-0	0.000000	0.003500	0.00	538,190.12	2,420,030.67	2,958,220.79
<b>Agency Totals:</b>				43,337.23	538,328.80	2,420,700.95	3,002,366.98
<b>County Totals:</b>				43,337.23	925,833.68	4,195,352.46	5,164,523.37
<b>San Bernardino County</b>							
<b>Inland Empire Utilities Agency</b>							
Original Area of Chino Basin MWD	1-4-01-001-0	0.000000	0.003500	0.00	231,249.77	1,008,926.35	1,240,176.12
Mid-valley Area of Chino Basin MWD	1-4-01-002-0	0.000000	0.003500	0.00	354,994.23	1,519,376.41	1,874,370.63
Bryant Annexation Area of Chino Basin MWD	1-4-01-003-0	0.000000	0.003500	0.00	390.27	1,868.02	2,258.29
North Perimeter No. 1 Annexation Area of Chino Basin MWD	1-4-01-004-0	0.000000	0.003500	0.00	184.01	886.08	1,070.09
<b>Agency Totals:</b>				0.00	586,818.28	2,531,056.85	3,117,875.13
<b>County Totals:</b>				0.00	586,818.28	2,531,056.85	3,117,875.13

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>San Diego County</b>							
<b>San Diego County Water Authority</b>							
Remainder of SDCWA +	1-5-01-999-9	0.000000	0.003500	0.00	2,549,302.53	11,624,968.13	14,174,270.66
<b>Agency Totals:</b>				0.00	2,549,302.53	11,624,968.13	14,174,270.66
<b>County Totals:</b>				0.00	2,549,302.53	11,624,968.13	14,174,270.66
<b>Ventura County</b>							
<b>Calleguas Municipal Water District</b>							
Remainder of Calleguas MWD	1-6-01-999-0	0.000000	0.003500	0.00	545,269.38	2,483,683.98	3,028,953.36
<b>Agency Totals:</b>				0.00	545,269.38	2,483,683.98	3,028,953.36
<b>County Totals:</b>				0.00	545,269.38	2,483,683.98	3,028,953.36
<b>Incl/Excl Totals:</b>				43,337.23	14,714,996.21	66,306,156.34	81,064,489.78

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Excluded from MWD</b>							
<b>Los Angeles County</b>							
<b>City of Los Angeles</b>							
Alhambra Hills	2-1-04-001-0	0.000000	0.002900	0.00	0.00	1,323.77	1,323.77
Portion of Reorganization No. 85-2	2-1-04-002-0	0.000000	0.003500	0.00	43.38	209.65	253.02
<b>Agency Totals:</b>				0.00	43.38	1,533.41	1,576.79
<b>Three Valleys Municipal Water District</b>							
Exclusion From Three Valleys MWD-Azusa Reorg.	2-1-12-001-0	0.000000	0.003500	0.00	0.00	0.00	0.00
<b>Agency Totals:</b>				0.00	0.00	0.00	0.00
<b>Central Basin Municipal Water District</b>							
Exclusion from Central Basin MWD - Reorg No. 1-1998	2-1-14-001-0	0.000000	0.003500	0.00	0.00	0.00	0.00
<b>Agency Totals:</b>				0.00	0.00	0.00	0.00
<b>Las Virgenes Municipal Water District</b>							
Portion of Reog No. 85-2 Exclusion from Las Virgines MWD	2-1-15-001-0	0.000000	0.003500	0.00	2.99	14.46	17.45
<b>Agency Totals:</b>				0.00	2.99	14.46	17.45
<b>County Totals:</b>				0.00	46.37	1,547.87	1,594.24
<b>Riverside County</b>							
<b>Western Municipal Water District</b>							
Exclusion from Original Area of Western MWD	2-3-02-001-0	0.000000	0.003500	0.00	0.00	0.00	0.00
<b>Agency Totals:</b>				0.00	0.00	0.00	0.00
<b>County Totals:</b>				0.00	0.00	0.00	0.00

Notes: (a) MWD Code-County-Agency-Area-Sub Area

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Excluded from MWD</b>							
<b>San Diego County</b>							
<b>San Diego County Water Authority</b>							
Exclusion from Original Area of Ramona MWD	2-5-01-017-0	0.000000	0.003500	0.00	0.70	3.37	4.07
Exclusions From Ramona No.2 Annexation Area	2-5-01-030-0	0.000000	0.003500	0.00	11.42	55.18	66.60
Rainbow No.3 Annexation Area	2-5-01-041-0	0.000000	0.003500	0.00	18.36	88.74	107.10
<b>Agency Totals:</b>				0.00	30.47	147.29	177.77
<b>County Totals:</b>				0.00	30.47	147.29	177.77
<b>Incl/Excl Totals:</b>				0.00	76.84	1,695.17	1,772.01
<b>Report Totals:</b>				43,337.23	14,715,073.05	66,307,851.51	81,066,261.79

RESOLUTION XXXX

A RESOLUTION LEVYING TAXES FOR THE FISCAL YEAR  
COMMENCING JULY 1, 2014 AND ENDING JUNE 30, 2015  
FOR THE PURPOSES OF THE METROPOLITAN WATER DISTRICT  
OF SOUTHERN CALIFORNIA

The Board of Directors of The Metropolitan Water District of Southern California, after receiving, considering, and evaluating evidence and all material factors pertaining thereto, including budget requirements, water rates and revenues, and tax rates and revenues, finds, determines, and resolves:

Section 1.

RECITALS

Water Rates

With full review of (1) evidence presented, and (2) all material factors and considerations, the Board of Directors has fixed water rates to be effective for the fiscal year beginning July 1, 2014, which, in the debated, informed and considered discretion of the Board, are in compliance with Section 134 of the Metropolitan Water District Act, in that the Board, so far as practicable, has fixed such rates as will result in revenue which will pay the District’s operating expenses, provide for maintenance and repairs, provide for payment of the purchase price or other charges for property or services or other rights acquired by the District, and provide for the payment of the interest and principal of District bonds, notes and other evidences of indebtedness under the applicable provisions of the Metropolitan Water District Act authorizing debt issuance and retirement.

Taxation

In its informed discretion, based upon full review of evidence presented and all material factors and considerations, the Board of Directors determines that the District’s revenues for the said fiscal year from water sales and sources other than ad valorem property taxes, after payment of the District’s operation and maintenance expenses, the operation, maintenance, power, and replacement charges due under the District’s State contract, revenue bond service, deposits to the revenue bond reserve fund, short term revenue certificate (commercial paper note) service, net costs of operating equipment, and net inventory costs during the fiscal year, as well as the maintenance of prudent reserves for unforeseen District expenditures or unforeseen reduction in District revenue, will be insufficient to provide for general obligation bond service and to pay the District’s contract obligations to the State of California for sale and delivery of water. Therefore, the Board levies taxes as provided in this Resolution and the exhibits attached, sufficient, when taken with other revenues available for the purpose, to meet all of the foregoing obligations and financial requirements, in the amounts and rates set forth in this Resolution and the schedules attached and incorporated therein.

Section 2.

DEFINITIONS

The following terms as used herein shall have the following meanings:

- (1) "MWD OF SC" shall mean The Metropolitan Water District of Southern California

"MWD" shall mean Municipal Water District

"SDCWA" shall mean the San Diego County Water Authority

"ID" shall mean Irrigation District

"PUD" shall mean Public Utility District.

- (2) "Fiscal year" shall mean the fiscal year commencing July 1, 2014 and ending June 30, 2015.

- (3) "Schedule A and B" as shown in Section 9 shall mean:

Schedule A - a tabulation setting forth for the fiscal year the estimated funds to be produced by MWD of SC tax levies made by this resolution.

Schedule B - a tabulation setting forth for the fiscal year such tax rates as set forth in Sections 4, 5, and 6 hereof, the total tax rates, and the amounts of money to be derived from respective areas from the tax levies made by this resolution.

- (4) The following city areas represent the corporate areas of cities at their respective times of annexation to MWD of SC, and may include areas subsequently annexed to said city areas at times when such areas were not within MWD of SC, and may include those areas which, at the time of their respective annexation to said city areas, were within non-city member public agencies and subsequently excluded from such non-city member public agencies:

"City of Beverly Hills Area"	December 6, 1928
"City of Burbank Area"	December 6, 1928
"City of Glendale Area"	December 6, 1928
"City of Los Angeles Area"	December 6, 1928
(Including portion of Original Area of Las Virgenes MWD excluded from Las Virgenes MWD on November 9, 1962)	
"City of Pasadena Area"	December 6, 1928
"City of San Marino Area"	December 6, 1928
"City of Santa Monica Area"	December 6, 1928
"City of Long Beach Area"	February 27, 1931
"City of Torrance Area"	February 27, 1931
"City of Compton Area"	June 23, 1931
"City of San Fernando Area"	November 12, 1971

- (5) "West Basin MWD" shall include the following areas; annexed to West Basin MWD and to MWD of SC on the dates cited:

Original Area	July 23, 1948
City of Gardena Area	December 9, 1948
Inglewood Area	June 9, 1952
Dominguez Area	October 16, 1952
Hawthorne Area	October 23, 1953
La Casa Territory Area	November 23, 1953
A B C Territory Area	January 11, 1955
Culver City-County Territory Area	January 11, 1955
Frawley Territory Area	January 13, 1958
Imperial Strip Territory Area	November 22, 1960
Marina Area	January 10, 1962
Belle View Area	November 12, 1963
Municipal Parking Area	November 12, 1963
La Tijera Area	December 21, 1965
Jefferson Blvd. Area	October 30, 1969
Marina Second Fringe Area	May 3, 1978
West Hollywood Area	June 23, 1981

- (6) “Three Valleys MWD” shall include the following areas, annexed to Three Valleys MWD (formerly Pomona Valley MWD) and to MWD of SC on the dated cited:

Original Area	November 15, 1950
Glendora Area	October 2, 1952
Rowland Area	June 15, 1953
Stephens Area	November 27, 1957

- (7) “Foothill MWD” shall include the following areas, annexed to Foothill MWD and to MWD of SC on the dates cited:

Original Area of Foothill MWD	January 15, 1953
Foothill First Fringe Area	March 21, 1968
Foothill Second Fringe Area	November 21, 1968
La Vina Annexation	July 13, 1993

- (8) “Central Basin MWD” shall include the following areas, annexed to Central Basin MWD and to MWD of SC on the dates cited:

Original Area	November 12, 1954
Compton Territory Area	January 4, 1957
Bellflower Territory Area	December 30, 1958
Shoestring Strip Territory Area	January 23, 1961
Signal Hill Territory Area	November 14, 1963
Lakewood Area	November 14, 1963
Vernon Area	June 24, 1965
Dairy Valley Area	June 21, 1967
Boyle Heights Area	July 24, 1967
Cerritos Area	December 22, 1969
Hawaiian Gardens Area	November 22, 1977

- (9) “Las Virgenes MWD” shall include the following areas annexed to Las Virgenes MWD and to MWD of SC on the dates cited, excluding that portion annexed to the City of Los Angeles on November 9, 1962:

Original Area	December 1, 1960
Twin Lakes Area	March 12, 1965
Bell Canyon Area	March 16, 1966
Hidden Hills Annexation 87-1	April 22, 1988

- (10) “Upper San Gabriel Valley MWD” shall include the following areas annexed to Upper San Gabriel Valley MWD and to MWD of SC on the dates cited:

Original Area	March 27, 1963
West Covina Area	November 1, 1965
Garvey Reservoir Area	December 1, 1976
Mountain Cove Annexation	July 17, 2002

- (11) The following city areas represent the corporate areas of cities at their respective times of annexation to MWD of SC, and may include areas subsequently annexed to said city areas at times when such areas were not within MWD of SC, and may include those areas which, at the time of their respective annexation to said city areas, were within non-city member public agencies and subsequently excluded from such non-city member public agencies:

City of Anaheim Area December 6, 1928

Including:

Serrano/Nohl Ranch Rd. Reorganization (RO 01-05),  
Parcel 2, detached from MWD of Orange County on  
April 19, 2001;  
Reorganization Area 1 (RO 03-17) detached from  
MWD of Orange County on August 26, 2003;  
Reorganization Area 2 (RO 03-17) detached from  
MWD of Orange County on August 26, 2003;  
Reorganization Brookhurst ARCO (RO 02-02) detached  
from MWD of Orange County on July 8, 2003;  
North-Central Islands Annexation (IA 04-08) detached  
from MWD of Orange County on August 20, 2004;  
Serrano Heights Reorganization (RO 04-01) detached  
from MWD of Orange County on May 28, 2004;  
Ball Road/Santa Ana River Reorganization (RO 04-02)  
detached from MWD of Orange County on  
December 13, 2004

City of Santa Ana Area December 6, 1928

Including:

Reorganization Area 4 (RO 03-17) detached from  
MWD of Orange County on August 26, 2003

City of Fullerton Area

February 27, 1931

Including:

- Hawks Point Reorganization (RO 00-11) detached from MWD of Orange County on April 19, 2001;
- Reorganization Area 3 (RO 03-17) detached from MWD of Orange County on August 26, 2003;
- Page Avenue Island Annex. (IA 04-14) detached from MWD of Orange County on November 3, 2004;
- Somerset Island Annex. (IA 04-15) detached from MWD of Orange County on November 3, 2004

- (12) "Remainder of MWD of Orange County" shall include the following areas, annexed to MWD of Orange County and to MWD of SC on the dates cited excluding that portion thereof of Reorganization No. 62 annexed to Coastal MWD on March 7, 1984:

Original Area	November 26, 1951
Annexation No. 1 Territory Area	November 25, 1957
Annexation No. 4 Territory Area	December 11, 1958
Annexation No. 5 Territory Area	December 7, 1959
Annexation No. 7 Territory Area	December 8, 1960
Annexation No. 10 Territory Area	December 11, 1961
Annexation No. 11 Territory Area	January 6, 1964
Annexation No. 8A Territory Area	March 29, 1965
Annexation No. 8B Territory Area	March 29, 1965
Annexation No. 8D Territory Area	March 29, 1965
Annexation No. 8E Territory Area	March 29, 1965
Annexation No. 8F Territory Area	March 29, 1965
Annexation No. 8G Territory Area	March 29, 1965
Annexation No. 8H Territory Area	March 29, 1965
Annexation No. 13 Territory Area (Excluded from Coastal MWD for purpose of such annexation)	June 30, 1969
Annexation No. 16 Territory Area	November 7, 1972
Annexation No. 15 Territory Area	November 15, 1972
Annexation No. 18 Territory Area	December 16, 1982
Annexation No. 19 Territory Area	December 27, 1983
Annexation No. 17 Territory Area	December 29, 1983
City of Brea Area	March 7, 1984
Brea Fringe Annexation Area	March 7, 1984
Serrano/Nohl Ranch Road Reorganization Parcel 1 (RO 01-05) detached from City of Anaheim	April 19, 2001

Coastal MWD

January 17, 2001

Coastal MWD and MWD of Orange County have been consolidated into a single district (RO 97-06) effective January 17, 2001. It shall include the following areas, annexed to Coastal MWD and to MWD of SC on the dates cited:

Original Area	June 15, 1942
Fairview Farms Area	September 21, 1946
Irvine Subdivision Areas	November 26, 1948
1948 Portion of City of Newport Beach Area	November 29, 1948

Parts of Dana Point Area	August 3, 1949
Capistrano Beach-San Clemente Area	October 28, 1954
Tri-Cities Annexation No. 2 Area	December 12, 1962
Laguna Canyon Annexation Area	December 20, 1962
Lido Sands Annexation Area	January 6, 1964
Laguna Niguel Area	June 30, 1969
(Including Reorganization 32 Parcel A Area excluded from Annexation No. 4 on January 4, 1977)	
Tri-Cities Annexation No. 79-1 Area	December 22, 1982
Reorganization No. 62 Parcel C and that portion of Parcel B Area excluded from Annexation No. 5 of MWD of Orange County	March 7, 1984
Reorganization No. 64 Area excluded from Annexation No. 7 of MWD of Orange County	March 18, 1983
Reorganization No. 123 excluded from Annexation No. 7 of MWD of Orange County	August 6, 1990

- (13) "Remainder of Eastern MWD" shall include the following areas, annexed to Eastern MWD and to MWD of SC on the dates cited:

Original Area (Portion of area excluded from Eastern MWD and annexed to Western MWD)	July 20, 1951
Adjacent Area	May 22, 1953
First Fringe Area (Portion of area excluded from Eastern MWD and annexed to Western MWD)	April 20, 1956
Third Fringe Area (Area excluded from Original Area of Western MWD)	November 20, 1958
Fourth Fringe Area	December 6, 1960
Fifth Fringe Area (Portion of area excluded from Eastern MWD and annexed to Western MWD)	May 31, 1962
Sixth Fringe Area	December 10, 1962
Seventh Fringe Area	March 11, 1963
Eight Fringe Area	April 23, 1963
Ninth Fringe Area	April 23, 1963
Tenth Fringe Area	September 22, 1964
Eleventh Fringe Area	September 22, 1964
Twelfth Fringe Area	October 22, 1965
Thirteenth Fringe Area (Portion of area excluded from Eastern MWD and annexed to Western MWD)	October 13, 1967
Fourteenth Fringe Area	October 23, 1967
Sixteenth Fringe Area (Area excluded from First Fringe Area of Western MWD)	July 1, 1969
Fifteenth Fringe Area	August 12, 1969
Seventeenth Fringe Area	March 5, 1970
Eighteenth Fringe Area	March 5, 1970
Nineteenth Fringe Area	May 8, 1970
Twentieth Fringe Area	September 29, 1971

Twenty-First Fringe Area	September 30, 1971
Twenty-Second Fringe Area	April 27, 1972
Twenty-Third Fringe Area	May 23, 1975
Twenty-Fourth Fringe Area	December 30, 1975
Twenty-Fifth Fringe Area	April 26, 1983
Twenty-Sixth Fringe Area	November 27, 1985
Twenty-Seventh Fringe Area	December 19, 1985
Twenty-Eighth Fringe Area	November 18, 1986
Twenty-Ninth Fringe Area	May 4, 1987
Thirty-First Fringe Area	July 9, 1987
Thirty-Second Fringe Area	July 9, 1987
Thirty-Third Fringe Area	August 27, 1987
Thirtieth Fringe Area	December 15, 1987
Thirty-Fourth Fringe Area	March 16, 1988
Thirty-Fifth Fringe Area	May 2, 1988
Thirty-Eighth Fringe Area	October 14, 1988
Thirty-Sixth Fringe Area	December 5, 1988
Fortieth Fringe Area	August 1, 1989
Forty-Second Fringe Area	May 25, 1990
Forty-Third Fringe Area	June 19, 1990
Thirty-Ninth Fringe Area	July 13, 1990
Forty-First Fringe Area	July 27, 1990
Forty-Fifth Fringe Area	March 13, 1991
Forty-Seventh Fringe Area	June 3, 1991
Forty-Eighth Fringe Area	November 21, 1991
Forty-Ninth Fringe Area	November 21, 1991
Fiftieth Fringe Area	November 21, 1991
Fifty-First Fringe Area	December 19, 1991
Forty-Fourth Fringe Area	June 3, 1992
Fifty-Second Fringe Area	June 29, 1992
Forty-Sixth Fringe Area	July 7, 1992
Fifty-Third Fringe Area	August 27, 1992
Fifty-Fifth Fringe Area	April 29, 1993
Fifty-Sixth Fringe Area	June 22, 1993
Fifty-Eighth Fringe Area	June 22, 1993
Fifty-Ninth Fringe Area	June 22, 1993
Sixtieth Fringe Area	November 29, 1993
Fifty-Seventh Fringe Area	December 9, 1994
Sixty-Second Fringe Area	July 3, 1996
Sixty-Third Fringe Area	October 28, 1996
Sixty-Fourth Fringe Area	August 28, 1997
Sixty-Fifth Fringe Area	December 28, 2000
Seventieth Fringe Area	August 29, 2001
Sixty-Seventh Fringe Area Reorganization (Area detached from portion of Original Area of Western MWD)	August 29, 2001
Sixty-Eighth Fringe Area	January 15, 2002
Seventy-First Fringe Area	June 20, 2002
Sixty-Ninth Fringe Area	November 27, 2002
Seventy-Second Fringe Area	October 21, 2003
Sixty-Sixth Fringe Area	November 17, 2003
Seventy-Third Fringe Area	November 17, 2003

Seventy-Fourth Fringe Area	November 17, 2003
Seventy-Fifth Fringe Area	June 2, 2004
Seventy-Sixth Fringe Area	April 6, 2004
Seventy-Eighth Fringe Area	April 19, 2005
Eighty-Third Fringe Area	December 15, 2005
Seventy-Ninth Fringe Area	December 20, 2005
Eighty-First Fringe Area	December 20, 2005
Eighty-Fourth Fringe Area	December 20, 2005
Eighty-Seventh Fringe Area	February 14, 2006
Eighty-Sixth Fringe Area	March 24, 2006
Eighty-Fifth Fringe Area	May 22, 2006
Eighty-Eighth Fringe Area	May 22, 2006
Eighty-Ninth Fringe Area	June 28, 2006
Ninety-Second Fringe Area	August 2, 2006
Ninety-First Fringe Area	November 28, 2006
Ninety-Fifth Fringe Area	December 14, 2006
Ninetieth Fringe Area	December 19, 2006
Ninety-Seventh Fringe Area	April 16, 2007
Ninety-Third Fringe Area	July 26, 2007
101st Fringe Area	January 24, 2008
Ninety-Ninth Fringe Area Reorganization (Area detached from Western Municipal Water District)	September 10, 2008
100 <sup>th</sup> Fringe Area	November 17, 2008
Ninety-Sixth Fringe Area	December 11, 2008
102 <sup>nd</sup> Fringe Area	December 22, 2009
103 <sup>rd</sup> Fringe Area	October 1, 2013

- (14) “Eleventh Fringe Area of Western MWD” shall mean the Eleventh Fringe area annexed to Western MWD and to MWD of SC on July 17, 1969.
- (15) “Fifteenth Fringe Area of Western MWD” shall mean the Fifteenth Fringe area annexed to Western MWD and to MWD of SC on July 13, 1972. (Said area lying entirely within the County of Orange.)
- (16) “Remainder of Western MWD” shall include the following areas, annexed to Western MWD and to MWD of SC on the dates cited:

Original Area (Portion of area excluded from Western MWD and annexed to Eastern MWD)	November 12, 1954
First Fringe Area (Portion of area excluded from Western MWD and annexed to Eastern MWD)	December 20, 1957
Second Fringe Area	December 18, 1961
Third Fringe Area	June 27, 1962
Fifth Fringe Area	July 2, 1964
Fourth Fringe Area	December 19, 1966
Seventh Fringe Area	December 19, 1966
Eighth Fringe Area (Area excluded from Fifth Fringe Area of Eastern MWD on July 26, 1967)	September 18, 1967
Sixth Fringe Area	September 27, 1967

Ninth Fringe Area	November 17, 1967
Tenth Fringe Area	June 12, 1968
Thirteenth Fringe Area (Area excluded from Fifth Fringe Area of Eastern MWD)	June 23, 1969
Twelfth Fringe Area (Area excluded from First Fringe Area of Eastern MWD)	July 1, 1969
Fourteenth Fringe Area	October 11, 1973
Sixteenth Fringe Area (Area excluded from Thirteenth Fringe Area of Eastern MWD)	August 30, 1977
Seventeenth Fringe Area	December 23, 1980
Eighteenth Fringe Area	December 15, 1981
Twentieth Fringe Area	December 4, 1987
Twenty-Second Fringe Area	October 14, 1988
Twenty-First Fringe Area	December 5, 1988
Twenty-Third Fringe Area	November 3, 1989
Twenty-Fourth Fringe Area	May 18, 1990
Twenty-seventh Fringe Area	May 18, 1990
Twenty-Sixth Fringe Area	June 6, 1990
Twenty-Fifth Fringe Area	July 13, 1990
Twenty-Eighth Fringe Area	January 28, 1991
Thirtieth Fringe Area	March 13, 1991
Twenty-Ninth Fringe Area	November 4, 1991
Thirty-First Fringe Area	February 19, 1992
Thirty-Third Fringe Area	May 26, 1993
Thirty-Fourth Fringe Area (Area excluded from Fifth Fringe Area of Eastern MWD)	October 31, 1994
Thirty-Sixth Fringe Area (Area excluded from Original Area of Eastern MWD)	September 29, 1997
Thirty-Seventh Fringe Area	December 30, 1997
Thirty-Eighth Fringe Area	June 29, 1999
Fortieth Fringe Area	November 22, 1999
Thirty-Ninth Fringe Area	October 24, 2000
Forty-First Fringe Area	December 28, 2000
Forty-Fifth Fringe Area	June 20, 2002
Forty-Second Fringe Area (Area excluded from Fifth Fringe Area of Eastern MWD)	February 7, 2002
Forty-Sixth Fringe Area	November 24, 2003
Forty-Eighth Fringe Area	December 15, 2003
Forty-Ninth Fringe Area	April 28, 2004
Fiftieth Fringe Area	May 27, 2005
Forty-Seventh Fringe Area	June 21, 2005
Forty-Fourth Fringe Area	June 22, 2006
(17) “Original Area of Chino Basin MWD” shall mean the area of Chino Basin MWD annexed to MWD of SC on November 26, 1951.	
(18) “Mid-Valley Area of Chino Basin MWD” shall mean the Mid-Valley area annexed to Chino Basin MWD and to MWD of SC on April 20, 1954.	

- (19) “Bryant Annexation Area of Chino Basin MWD” shall mean the “Bryant Annexation area annexed to Chino Basin MWD and to MWD of SC on November 25, 1957.
- (20) “North Perimeter No. 1 Annexation Area of Chino Basin MWD” shall mean the North Perimeter No. 1 Annexation area annexed to Chino Basin MWD and to MWD of SC on November 28, 1969.
- (21) “Remainder of SDCWA” shall include the following areas annexed to SDCWA and to MWD of SC on the dates cited:

Original Area of SDCWA Annexation (Including areas subsequently annexed to city public agencies which were included within Original Area of SDCWA at times when such areas were not within MWD of SC, and areas excluded from non-city public agencies of SDCWA at times when such areas were within said city public agencies)	December 17, 1946
Crest PUD Territory Area	December 13, 1948
San Dieguito ID Area	December 13, 1948
Santa Fe ID Area	December 13, 1948
1950 Fallbrook PUD Annexation Area (Including De Luz Heights MWD Reorganization, originally De Luz Heights MWD annexed to MWD of SC on June 28, 1967 and dissolved on July 1, 1990)	August 1, 1950
City of Escondido Area	October 9, 1950
San Diego Gas and Electric Company Area	May 14, 1952
San Diego Eucalyptus Company’s Lands Area	July 18, 1952
South Bay ID Area	November 3, 1952
Rainbow MWD Area	April 10, 1954
City of Poway Area	April 21, 1954
Bueno Colorado MWD Area (Area dissolved and annexed to Rainbow MWD, Vista Irrigation District, Carlsbad MWD and Vallecitos Water District on November 24, 1993)	June 11, 1954
Rincon Del Diablo MWD	June 14, 1954
Costa Real MWD Area	June 16, 1954
El Cajon Valley-Dry Island Area (Including Lakeside-Boukai Joint Venture Reorganization detached from Padre Dam MWD on September 11, 1996)	December 20, 1954
Valley Center MWD Area	May 9, 1955
Sweetwater Reservoir Area	October 10, 1955
Padre Dam MWD Area	June 7, 1956
Bueno Colorado Annexation No. 1 Area	June 11, 1956
Otay MWD Area	October 26, 1956
Original Area of Ramona MWD within MWD of SC	August 27, 1957
Fallbrook No. 2 Annexation Area	November 24, 1958
Helix Watson Ranch-Island Area	February 20, 1959
Rainbow No. 1 Annexation Area	May 12, 1959
Ramona No. 1 Annexation Area	May 29, 1959
Helix-Fletcher Annexation Area	June 26, 1959
San Dieguito Concurrent Annexation No. 1 Area	September 15, 1959
Helix-Sunnyslope Heights Annexation Area	September 17, 1959
Poway No. 1 Annexation Area	September 21, 1959
Padre Dam MWD No. 2 Annexation Area	November 6, 1959

Padre Dam MWD No. 1 Annexation Area	November 10, 1959
San Dieguito Local Inclusion Annexation Area	November 18, 1959
Santa Fe No. 1 Annexation Area	November 30, 1959
Olivenhain MWD Area	July 25, 1960
(Including Encinitas Municipal Services Reorganization Parcels 1, 2, & 3 detached from San Dieguito No. 2 Annexation Area of SDCWA on June 16, 1995)	
Helix-Willis-Houston Annexation Area	August 10, 1960
Padre Dam MWD No. 3 Annexation Area	October 16, 1960
Otay No. 3 Annexation Area	October 20, 1960
Valley Center No. 1 Annexation Area	December 12, 1960
Rincon del Diablo No. 1 Annexation Area	December 12, 1960
Ramona No. 2 Annexation Area within MWD of SC	September 22, 1961
Rincon del Diablo No. 2 Annexation Area	September 29, 1961
City of Del Mar Area	November 23, 1962
Ramona No. 3 Annexation Area	September 20, 1963
Yuima MWD Area	December 16, 1963
(Excluding Adams/Fitzsimmons Reorganization Parcel 1 annexed to Valley Center MWD, including Adams/Fitzsimmons Reorganization Parcel 2 excluded from Valley Center MWD on March 26, 1991)	
Rincon del Diablo No. 3 Annexation Area	August 27, 1964
Olivenhain No. 1 Annexation Area	February 11, 1965
South Bay Tidelands Area	May 11, 1965
De Luz Heights Annexation Area (Reorganization)	June 28, 1967
Olivenhain No. 4 Annexation Area	November 13, 1967
Yuima No. 1 Annexation Area	November 21, 1967
Ramona Dos Picos Area	November 27, 1967
Ramona No. 4 Annexation Area	November 27, 1967
Valley Center No. 2 Annexation Area	November 29, 1967
Valley Center No. 3 Annexation Area	November 30, 1967
Rainbow No. 3 Annexation Area of SDCWA within MWD of SC” shall mean the Rainbow No. 3 Annexation area annexed to SDCWA and to MWD of SC; omitting therefrom the Werner Detachment excluded on August 4, 1980, the Brown Detachment excluded on January 1, 1981, and the Mann- Gosser Detachment excluded on March 4, 1981 from SDCWA and MWD of SC.	December 6, 1967
De Luz Heights No. 1 Annexation Area	October 15, 1969
Yuima No.2 Annexation Area	November 24, 1969
Fallbrook Community Air Park Annexation Area of SDCWA shall mean the Fallbrook Community Air Park Annexation area annexed to SDCWA and to MWD of SC	December 22, 1969
Padre Dam MWD No. 4	August 3, 1970
Ramona No. 5 Annexation Area	May 17, 1972
Rincon del Diablo No. 4 Annexation Area	November 2, 1972
San Dieguito No. 2 Annexation Area (Including Encinitas Municipal Services Reorganization on June 16, 1995)	December 8, 1972
Santa Fe No. 2 Annexation Area	April 11, 1973
Valley Center No. 4 Annexation Area	November 5, 1973

Rainbow No. 5 Annexation Area	November 22, 1973
San Onofre State Beach and Park Area	December 16, 1977
Pendleton Military Reservation Area -Nuclear Generating Plant Portion	December 16, 1977
Remainder of Pendleton Military Reservation Area	December 16, 1977
Rancho Jamul Estates Annexation Area	March 13, 1979
Lake Hodges Estates Annexation Area	June 26, 1980
Burdick Annexation No. 5 Area to Padre Dam MWD	July 26, 1982
Palo Verde Annexation No. 6 Area to Padre Dam MWD	November 15, 1983
Lake Ranch Viejo Annexation to Rainbow MWD	December 13, 1983
Honey Springs Ranch Annexation Area to Otay MWD	December 14, 1983
Thweatt Annexation Area to Rincon del Diablo MWD	December 30, 1983
Hewlett-Packard Annexation Area to Rainbow MWD	December 31, 1985
4S Ranch Annexation Area to Olivenhain MWD	November 5, 1986
Quail Park Reorganization Area Annexed to San Dieguito Water District and excluded from Olivenhain MWD	July 11, 1989
Paradise Mountain Area Annexed to Valley Center MWD	January 11, 1993
Boathouse Area Annexed to Otay Water District	September 6, 1994
Guajome Regional Park Annexation to Vista Irrigation District	October 23, 1998
Podrasky Ohlson Annexation to Valley Center MWD	March 11, 2004
San Elijo Ridge Reorganization (Altman) to Vallecitos Water District	August 9, 2004
Baxter Annexation (RO 03-19) to Padre Dam MWD	July 9, 2005
Citrus Heights Annexation	March 4, 2008
Erreca Annexation	November 4, 2009

- (22) "Remainder of Calleguas MWD" shall include the following areas annexed to Calleguas MWD and to MWD of SC on the dates cited:

Original Area of Calleguas MWD	December 14, 1960
Calleguas Annexation No. 1 Area	March 16, 1961
Lake Sherwood Area	March 14, 1963
Annexation No. 3 Territory	March 15, 1963
Oxnard Mandalay Area	December 8, 1964
Oxnard First Fringe Area	December 8, 1964
Annexation No. 6 Territory	October 17, 1968
Oxnard Second Fringe Area	November 7, 1969
Camarillo First Fringe Area	December 19, 1969
Oxnard Third Fringe Area	December 14, 1970
Oxnard Fourth Fringe Area	December 19, 1972
Point Mugu State Park Area	June 22, 1973
Oxnard Fifth Fringe Area	December 16, 1974
Oxnard Sixth Fringe Area	December 30, 1975
Oxnard Seventh Fringe Area	December 17, 1976
Ventura School for Girls Area	December 17, 1976
Oxnard Eighth Fringe Area	December 12, 1977
Calleguas Annexation No. 17 Area	December 28, 1979
Calleguas Annexation No. 19 Area	December 9, 1981
Calleguas Annexation No. 20 Area	December 21, 1981
Calleguas Annexation No. 18 Area	December 29, 1981
Calleguas Annexation No. 21 Area	March 24, 1982

Calleguas Annexation No. 22 Area	December 2, 1983
Calleguas Annexation No. 23 Area	November 30, 1984
Calleguas Annexation No. 24 Area	June 19, 1985
Calleguas Annexation No. 25 Area	November 27, 1985
Calleguas Annexation No. 26 Area	July 25, 1986
Calleguas Annexation No. 27 Area	December 31, 1987
Calleguas Annexation No. 28 Area	October 4, 1988
Calleguas Annexation No. 29 Area	October 10, 1989
Calleguas Annexation No. 30 Area	July 6, 1990
Calleguas Annexation No. 31 Area	September 25, 1990
Calleguas Annexation No. 33 Area	November 27, 1991
Calleguas Annexation No. 34 Area	June 24, 1992
Calleguas Annexation No. 35 Area	February 26, 1993
Calleguas Annexation No. 36 Area	February 26, 1993
Calleguas Annexation No. 39 Area	February 2, 1994
Calleguas Annexation No. 40 Area	May 16, 1994
Calleguas Annexation No. 41 Area	August 16, 1994
Calleguas Annexation No. 43 Area	August 16, 1994
Calleguas Annexation No. 45 Area	August 16, 1994
Calleguas Annexation No. 46 Area	September 27, 1994
Calleguas Annexation No. 38 Area	December 19, 1994
Calleguas Annexation No. 44 Area	December 19, 1994
Calleguas Annexation No. 47 Area	September 19, 1995
Calleguas Annexation No. 48 Area	December 21, 1995
Calleguas Annexation No. 32 Area	March 5, 1996
Calleguas Annexation No. 49 Area	December 18, 1996
Calleguas Annexation No. 52A Area	November 4, 1997
Calleguas Annexation No. 53 Area	December 19, 1997
Calleguas Annexation No. 52B Area	December 23, 1997
Calleguas Annexation No. 51 Area	June 9, 1998
Calleguas Annexation No. 54 Area	January 26, 1999
Calleguas Annexation No. 55 Area	January 27, 1999
Calleguas Annexation No. 61 Area	October 27, 1999
Calleguas Annexation No. 57 Area	December 29, 1999
Calleguas Annexation No. 58 Area	December 29, 1999
Calleguas Annexation No. 60 Area	December 29, 1999
Calleguas Annexation No. 65 Area	August 2, 2000
Calleguas Annexation No. 66 Area	August 4, 2000
Calleguas Annexation No. 63 Area	December 27, 2000
Calleguas Annexation No. 68 Area	April 17, 2001
Calleguas Annexation No. 69 Area	July 20, 2001
Calleguas Annexation No. 70 Area	July 27, 2001
Calleguas Annexation No. 74 Area	November 26, 2001
Calleguas Annexation No. 72 Area	December 17, 2001
Calleguas Annexation No. 75 Area	April 24, 2002
Calleguas Annexation No. 76-A Area	July 2, 2002
Calleguas Annexation No. 76-B Area	July 26, 2002
Calleguas Annexation No. 79	May 27, 2003
Calleguas Annexation No. 81	August 11, 2003
Calleguas Annexation No. 82	September 22, 2003
Calleguas Annexation No. 80	December 9, 2002

Calleguas Annexation No. 67	December 22, 2003
Calleguas Annexation No. 73	December 22, 2003
Calleguas Annexation No. 77	June 4, 2004
Calleguas Annexation No. 78	March 3, 2004
Calleguas Annexation No. 84	October 22, 2004
Calleguas Annexation No. 83	November 23, 2005
Calleguas Annexation No. 85	January 3, 2006
Calleguas Annexation No. 92	November 28, 2007
Calleguas Annexation No. 91	April 7, 2008
Calleguas Annexation No. 90	May 21, 2008
Calleguas Annexation No. 89	September 25, 2008
Calleguas Annexation No. 87	December 28, 2009
Calleguas Annexation No. 93	December 28, 2009
Calleguas Annexation No. 94	September 21, 2010
Calleguas Annexation No. 96	April 23, 2012
Calleguas Annexation No. 95	December 20, 2012

- (23) “Exclusions from City of Los Angeles Area” shall mean the following areas excluded from the City of Los Angeles and from MWD of SC on the dates cited:

Alhambra Hills Annexation to City of Alhambra	January 27, 1964
Portion of Reorganization No. 85-2 of City of Los Angeles	December 30, 1985
Creekside Condominiums (Reorganization 98-01)	September 11, 2002

- (24) “Exclusion from Las Virgenes MWD” shall mean the following area excluded from Las Virgenes MWD and from MWD of SC on the date cited:

Portion of Reorganization No. 85-2 of Original Area of Las Virgenes MWD	December 30, 1985
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- (25) “Exclusion from Three Valleys MWD” shall mean the following area excluded from Three Valleys MWD and from MWD of SC on the date cited:

Azusa Reorganization (Parcels 1, 2, 3 & 20)	May 21, 1996
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- (26) “Exclusions from Ramona No. 2 Annexation Area” shall mean the following areas excluded from Ramona No. 2 Annexation area of SDCWA and from MWD of SC on the dates cited:

Schlueter Detachment	December 19, 1977
Bonfils Detachment	December 29, 1978

- (27) “Exclusions from Rainbow No. 3 Annexation Area” shall mean the following areas excluded from Rainbow No. 3 Annexation area of SDCWA and from MWD of SC on the dates cited:

Werner Detachment	August 4, 1980
Brown Detachment	January 1, 1981
Mann-Gosser Detachment	March 4, 1981

- (28) “Exclusion from Original Area of Ramona MWD” shall mean the following area excluded from Ramona MWD Area of SDCWA and from MWD of SC on the date cited:

Meyer Detachment

March 10, 1983

- (29) “Exclusion from Original Area of Western MWD” shall mean the following area excluded from Original Area of Western MWD and from MWD of SC on the date cited:

LAFCO 94-28-2 Detachment

January 21, 1997

- (30) “Exclusion from Central Basin MWD” shall mean the following area excluded from Central Basin MWD and from MWD of SC on the date cited:

Reorganization No. 1-1998, Parcel 1 & 2 to San Gabriel Valley Water District December 29, 1999

Section 3.

ASSESSED VALUATIONS

The county auditors of the counties of Los Angeles, Orange, Riverside, San Bernardino, San Diego and Ventura have certified the assessed valuations of all property taxable by MWD of SC for the fiscal year and their respective certificates have been filed with the Board of Directors.

Section 3.1

STATEMENT REGARDING ARTICLE XIII A OF  
THE CONSTITUTION OF THE STATE OF CALIFORNIA

None of the tax levies made by the Board of Directors of MWD of SC in the next succeeding sections fall with Section 1(a) of Article XIII A approved by the electorate on June 6, 1978 for addition to the California Constitution, effective July 1, 1978. All of said levies fall under the Section 1(b) exemption to said Section 1(a) and are otherwise exempt from said Section 1(a) by reason of the impairment of contract clause of Article I, Section 10 of the United States Constitution. None of said levies fall within Article XIII C and XIII D approved by the electorate on November 5, 1996, for addition to the California Constitution, by reason of the aforementioned provisions and exemptions and the provisions of Section 3(a)(1) of Article XIII D. All of said levies are made pursuant to Revenue and Taxation Code Section 93(a) and are for the purpose of and shall be used for payment of "voter-approved indebtedness."

Section 4.

ANNEXATION LEVY

For the dual purposes of raising the amounts required to be raised by means of levies on taxable properties as prescribed by resolutions of the Board of Directors of MWD of SC fixing terms and conditions for annexation to MWD of SC (or as such terms and conditions may have been modified in accordance with the Metropolitan Water District Act of the State of California, Statutes 1969, Chapter 209, as amended) and for raising funds necessary to provide for payment of a portion of the capital cost component of either the Transportation Charge or the Delta Water Charge, or both, billed to MWD of SC under the "State Water Contract" (as identified in Section 6 of this Resolution) due or to become due within the current fiscal year or within the following fiscal year before the time when money will be available from the next tax levy;

- a. The amount of money necessary to be raised by ad valorem property taxation during the fiscal year is the sum set forth in the last line of Column #1 of Schedule A.
- b. The rates of such taxation of MWD of SC for the fiscal year 2014/2015 upon secured taxable property in each of the areas subject to such levies hereby are set forth in Column #1 of Schedule B.
- c. The amounts of money to be derived from said levies are set forth in Column #3 of Schedule B, including the amounts of money to be derived from the area of MWD of SC within each separate municipality.

## Section 5.

BOND LEVY

For the purposes of paying the annual interest on the outstanding bonded indebtedness of MWD of SC incurred as a result of approval by the voters residing within MWD of SC and such part of the principal of such bonds as shall become due before the time when money will be available from the next general tax levy, or such portion thereof as shall not be met from previous levies or other revenues of the District;

- a. The amount of money necessary to be raised by ad valorem property taxation during the fiscal year is the sum set forth in the last line in column #2 of Schedule A.
- b. The rate of such taxation of MWD of SC for the fiscal year 2014/2015 upon secured taxable property within MWD of SC hereby is fixed and levied at .0006% of assessed valuation. The rate of such taxation for the fiscal year 2014/2015 upon unsecured taxable property is the rate fixed and levied for the preceding year applicable to secured taxable property, as required by operation of law.
- c. The amounts of money necessary to be derived from said levy are set forth in Column #4 of Schedule B, including the amounts of money to be derived from the area of MWD of SC within each separate municipality.

## Section 6.

STATE WATER CONTRACT LEVY

For the purpose of raising funds in excess of those funds raised under Section 4 of this Resolution, necessary and sufficient to provide for payments due or to become due within the current fiscal year or within the following fiscal year before the time when money will be available from the next tax levy, or such portion thereof as shall not be met from previous levies or other revenues of the District under the

“CONTRACT BETWEEN THE STATE OF CALIFORNIA DEPARTMENT OF WATER RESOURCES AND THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA FOR A WATER SUPPLY, dated November 4, 1960” (State Water Contract):

- a. The amount of money necessary to be raised by ad valorem property taxation during the fiscal year in excess of the sum raised under Section 4 of this Resolution is the sum set forth in the last line of Column #3 of Schedule A.
- b. The rate of such taxation of MWD of SC for the fiscal year 2014/2015 upon secured taxable property within MWD of SC hereby is fixed and levied at .0011% of assessed valuation. The rate of such taxation for the fiscal year 2013/2014 upon the unsecured taxable property is the rate fixed for the preceding year applicable to secured taxable property, as required by operation of law.
- c. The amounts of money necessary to be derived from said levy are set forth in column #5 of Schedule B, including the amounts of money to be derived from the area of MWD of SC within each separate municipality.

Section 7.

TOTALS

The total rates of ad valorem property taxation of MWD of SC for the fiscal year upon secured taxable property are set forth in Column #2 of Schedule B. The total amounts of money to be derived by virtue of such tax levies for the fiscal year are set forth in Column #6 of Schedule B, including the amounts of money to be derived from the area of MWD of SC within each separate municipality.

Section 8.

REDEVELOPMENT AGENCIES

Pursuant to Assembly Bill X1 26 (“ABX1 26”), chaptered and effective on June 27, 2011, and as modified in part by the California Supreme Court in the decision of *California Redevelopment Association v. Matosantos*, Case No. S194681, redevelopment agencies in California were dissolved. Such dissolution laws were modified in part by Assembly Bill 1484 (“AB 1484”), chaptered and effective on June 27, 2012.

The total rates of taxation of MWD of SC for the fiscal year set forth in Column #2 of Schedule B are the rates of taxation upon taxable property taxable by MWD of SC within the areas shown in said Schedule, including taxable property formerly within redevelopment agencies as well as all other property so taxable by MWD of SC. The total amounts of money shown in Column #6 of Schedule B to be derived from some of said areas by virtue of tax levies of MWD of SC include monies to be allocated to the successors agencies of former redevelopment agencies for the payment of enforceable obligations and allowable administrative expenses approved by the State Department of Finance and local successor agency oversight boards, as well as amounts of money to be allocated to MWD of SC. The estimated adjustment to be made to account for the difference between the total amount levied and the amount to be derived is included in the provision for estimated collection delinquencies shown in Schedule A.

Section 9

SCHEDULES A AND B

Schedules A and B are attached after the last page of this resolution.

I HEREBY CERTIFY that the foregoing is a full, true, and correct copy of a resolution of the Board of Directors of The Metropolitan Water District of Southern California, adopted at its meeting held August 19, 2014.

\_\_\_\_\_  
Secretary of the Board of Directors  
The Metropolitan Water District  
of Southern California

## THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

## SCHEDULE A

Estimated Funds to be Produced by Tax Levy, Fiscal Year 2014/15  
(Cents Omitted)

		Annexation Levies Column #1	Bond Levy Column #2	State Contract Levy Column #3	Totals Column #4
<u>Secured Property</u>					
Assessed Value	\$ 2,223,208,948,333				
Tax Rate		Various	0.0006%	0.0011%	
Amount of Levy		\$ 43,337	\$ 13,338,980	\$ 24,455,299	\$ 37,837,616
<u>Unsecured Property</u>					
Assessed Value	\$ 91,739,522,381				
Tax Rate		Various	0.0015%	0.0020%	
Amount of Levy		\$ -	\$ 1,376,093	\$ 1,834,790	\$ 3,210,883
<u>All Property</u>					
Assessed Value	\$ 2,314,948,470,714				
Amount of Levy from Schedule B		\$ 43,337	\$ 14,715,073	\$ 26,290,089	\$ 41,048,499
Allocation of County-wide Tax on Utilities		-	6,705,882	12,294,118	19,000,000
Total Tax Levy		43,337	21,420,955	38,584,207	60,048,499
Estimated Collection Adjustments *		(2,102)	(662,594)	(1,065,125)	(1,729,821)
Estimated Funds to be Produced by Tax Levy		\$ 41,235	\$ 20,758,361	\$ 37,519,082	\$ 58,318,678

\* 4.9% allowance for delinquencies

7.6% allowance for allocations to successors of former redevelopment agencies

\$0.9 million estimated supplemental tax collections

\$4.8 million estimated prior years tax collections

Note: All rates expressed as percent of A.V.

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>Los Angeles County</b>							
<b>City of Beverly Hills</b>							
City of Beverly Hills Area	1-1-01-000-0	0.000000	0.001700	0.00	157,570.49	284,814.64	442,385.13
<b>Agency Totals:</b>				0.00	157,570.49	284,814.64	442,385.13
<b>City of Burbank</b>							
City of Burbank Area	1-1-02-000-0	0.000000	0.001700	0.00	134,818.93	233,385.84	368,204.77
<b>Agency Totals:</b>				0.00	134,818.93	233,385.84	368,204.77
<b>City of Glendale</b>							
City of Glendale Area	1-1-03-000-0	0.000000	0.001700	0.00	160,490.48	288,138.87	448,629.35
<b>Agency Totals:</b>				0.00	160,490.48	288,138.87	448,629.35
<b>City of Los Angeles</b>							
City of Los Angeles Area	1-1-04-000-0	0.000000	0.001700	0.00	2,916,080.46	5,213,110.55	8,129,191.01
<b>Agency Totals:</b>				0.00	2,916,080.46	5,213,110.55	8,129,191.01
<b>City of Pasadena</b>							
City of Pasadena Area	1-1-05-000-0	0.000000	0.001700	0.00	149,268.22	269,200.40	418,468.62
<b>Agency Totals:</b>				0.00	149,268.22	269,200.40	418,468.62
<b>City of San Marino</b>							
City of San Marino Area	1-1-06-000-0	0.000000	0.001700	0.00	31,322.12	57,329.46	88,651.58
<b>Agency Totals:</b>				0.00	31,322.12	57,329.46	88,651.58
<b>City of Santa Monica</b>							
City of Santa Monica Area	1-1-07-000-0	0.000000	0.001700	0.00	181,792.72	326,413.79	508,206.52
<b>Agency Totals:</b>				0.00	181,792.72	326,413.79	508,206.52

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>Los Angeles County</b>							
<b>City of Long Beach</b>							
City of Long Beach Area	1-1-08-000-0	0.000000	0.001700	0.00	284,282.44	503,427.36	787,709.81
<b>Agency Totals:</b>				0.00	284,282.44	503,427.36	787,709.81
<b>City of Torrance</b>							
City of Torrance Area	1-1-09-000-0	0.000000	0.001700	0.00	157,542.26	280,773.46	438,315.72
<b>Agency Totals:</b>				0.00	157,542.26	280,773.46	438,315.72
<b>City of Compton</b>							
City of Compton Area	1-1-10-000-0	0.000000	0.001700	0.00	22,550.06	40,507.46	63,057.52
<b>Agency Totals:</b>				0.00	22,550.06	40,507.46	63,057.52
<b>West Basin Municipal Water District</b>							
West Basin Municipal Water District Area	1-1-11-000-0	0.000000	0.001700	0.00	1,000,089.33	1,783,716.33	2,783,805.65
<b>Agency Totals:</b>				0.00	1,000,089.33	1,783,716.33	2,783,805.65
<b>Three Valleys Municipal Water District</b>							
Three Valleys Municipal Water District Area	1-1-12-000-0	0.000000	0.001700	0.00	354,436.39	637,099.92	991,536.30
<b>Agency Totals:</b>				0.00	354,436.39	637,099.92	991,536.30
<b>Foothill Municipal Water District</b>							
Foothill Municipal Water District Area	1-1-13-000-0	0.000000	0.001700	0.00	91,257.13	166,588.11	257,845.24
<b>Agency Totals:</b>				0.00	91,257.13	166,588.11	257,845.24
<b>Central Basin Municipal Water District</b>							
Central Basin Municipal Water District Area	1-1-14-000-0	0.000000	0.001700	0.00	786,515.52	1,394,570.46	2,181,085.98
<b>Agency Totals:</b>				0.00	786,515.52	1,394,570.46	2,181,085.98

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>Los Angeles County</b>							
<b>Las Virgenes Municipal Water District</b>							
Las Virgenes Municipal Water District Area	1-1-15-000-0	0.000000	0.001700	0.00	130,497.25	236,527.01	367,024.26
<b>Agency Totals:</b>				0.00	130,497.25	236,527.01	367,024.26
<b>Upper San Gabriel Valley MWD</b>							
Upper San Gabriel Valley MWD Area	1-1-16-000-0	0.000000	0.001700	0.00	529,333.89	950,596.54	1,479,930.43
<b>Agency Totals:</b>				0.00	529,333.89	950,596.54	1,479,930.43
<b>City of San Fernando</b>							
City of San Fernando Area Area	1-1-17-000-0	0.000000	0.001700	0.00	10,893.96	19,052.61	29,946.57
<b>Agency Totals:</b>				0.00	10,893.96	19,052.61	29,946.57
<b>County Totals:</b>				0.00	7,098,741.67	12,685,252.80	19,783,994.47
<b>Orange County</b>							
<b>City of Anaheim</b>							
City of Anaheim Area Area	1-2-01-000-0	0.000000	0.001700	0.00	250,500.10	442,188.18	692,688.28
<b>Agency Totals:</b>				0.00	250,500.10	442,188.18	692,688.28
<b>City of Santa Ana</b>							
City of Santa Ana Area Area	1-2-02-000-0	0.000000	0.001700	0.00	146,895.50	256,992.85	403,888.35
<b>Agency Totals:</b>				0.00	146,895.50	256,992.85	403,888.35
<b>City of Fullerton</b>							
City of Fullerton Area Area	1-2-03-000-0	0.000000	0.001700	0.00	107,549.14	190,152.60	297,701.74
<b>Agency Totals:</b>				0.00	107,549.14	190,152.60	297,701.74
<b>Municipal Water District of Orange County</b>							
Remainder of MWD of Orange County	1-2-05-999-0	0.000000	0.001700	0.00	2,504,085.93	4,473,023.69	6,977,109.62
<b>Agency Totals:</b>				0.00	2,504,085.93	4,473,023.69	6,977,109.62

Notes: (a) MWD Code-County-Agency-Area-Sub Area

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>Orange County</b>							
<b>County Totals:</b>				0.00	3,009,030.67	5,362,357.32	8,371,387.99
<b>Riverside County</b>							
<b>Eastern Municipal Water District</b>							
Remainder of Eastern MWD	1-3-01-999-0	0.000000	0.001700	0.00	387,504.88	696,384.35	1,083,889.23
<b>Agency Totals:</b>				0.00	387,504.88	696,384.35	1,083,889.23
<b>Western Municipal Water District</b>							
Eleventh Fringe Area of Western MWD	1-3-02-011-0	0.187500	0.189200	43,323.83	138.64	254.17	43,716.63
Fifteenth Fringe Area of Western Mwd	1-3-02-012-0	0.187500	0.189200	13.40	0.04	0.08	13.52
Remainder of Western MWD	1-3-02-999-0	0.000000	0.001700	0.00	538,190.12	960,793.07	1,498,983.19
<b>Agency Totals:</b>				43,337.23	538,328.80	961,047.31	1,542,713.34
<b>County Totals:</b>				43,337.23	925,833.68	1,657,431.66	2,626,602.58
<b>San Bernardino County</b>							
<b>Inland Empire Utilities Agency</b>							
Original Area of Chino Basin MWD	1-4-01-001-0	0.000000	0.001700	0.00	231,249.77	408,417.77	639,667.54
Mid-valley Area of Chino Basin MWD	1-4-01-002-0	0.000000	0.001700	0.00	354,994.23	622,761.45	977,755.68
Bryant Annexation Area of Chino Basin MWD	1-4-01-003-0	0.000000	0.001700	0.00	390.27	712.89	1,103.16
North Perimeter No. 1 Annexation Area of Chino Basin MWD	1-4-01-004-0	0.000000	0.001700	0.00	184.01	336.88	520.90
<b>Agency Totals:</b>				0.00	586,818.28	1,032,228.99	1,619,047.28
<b>County Totals:</b>				0.00	586,818.28	1,032,228.99	1,619,047.28

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Included in MWD</b>							
<b>San Diego County</b>							
<b>San Diego County Water Authority</b>							
Remainder of SDCWA +	1-5-01-999-9	0.000000	0.001700	0.00	2,549,302.53	4,574,198.24	7,123,500.77
<b>Agency Totals:</b>				0.00	2,549,302.53	4,574,198.24	7,123,500.77
<b>County Totals:</b>				0.00	2,549,302.53	4,574,198.24	7,123,500.77
<b>Ventura County</b>							
<b>Calleguas Municipal Water District</b>							
Remainder of Calleguas MWD	1-6-01-999-0	0.000000	0.001700	0.00	545,269.38	977,976.98	1,523,246.35
<b>Agency Totals:</b>				0.00	545,269.38	977,976.98	1,523,246.35
<b>County Totals:</b>				0.00	545,269.38	977,976.98	1,523,246.35
<b>Incl/Excl Totals:</b>				43,337.23	14,714,996.21	26,289,446.00	41,047,779.44

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Excluded from MWD</b>							
<b>Los Angeles County</b>							
<b>City of Los Angeles</b>							
Alhambra Hills	2-1-04-001-0	0.000000	0.001100	0.00	0.00	502.15	502.15
Portion of Reorganization No. 85-2	2-1-04-002-0	0.000000	0.001700	0.00	43.38	79.52	122.90
<b>Agency Totals:</b>				0.00	43.38	581.67	625.05
<b>Three Valleys Municipal Water District</b>							
Exclusion From Three Valleys MWD-Azusa Reorg.	2-1-12-001-0	0.000000	0.001700	0.00	0.00	0.00	0.00
<b>Agency Totals:</b>				0.00	0.00	0.00	0.00
<b>Central Basin Municipal Water District</b>							
Exclusion from Central Basin MWD - Reorg No. 1-1998	2-1-14-001-0	0.000000	0.001700	0.00	0.00	0.00	0.00
<b>Agency Totals:</b>				0.00	0.00	0.00	0.00
<b>Las Virgenes Municipal Water District</b>							
Portion of Reog No. 85-2 Exclusion from Las Virgines MWD	2-1-15-001-0	0.000000	0.001700	0.00	2.99	5.49	8.48
<b>Agency Totals:</b>				0.00	2.99	5.49	8.48
<b>County Totals:</b>				0.00	46.37	587.16	633.52
<b>Riverside County</b>							
<b>Western Municipal Water District</b>							
Exclusion from Original Area of Western MWD	2-3-02-001-0	0.000000	0.001700	0.00	0.00	0.00	0.00
<b>Agency Totals:</b>				0.00	0.00	0.00	0.00
<b>County Totals:</b>				0.00	0.00	0.00	0.00

**Schedule B - Tax Rates and Amounts to be Derived from Respective Areas**

2014-15

for State Controller and MWD Board of Directors

**Tax Levy System**

Agency	Area (a)	Annex Rate Col. 1	Total Rate Col. 2	Annexation Levy Col. 3	Bond Levy Col. 4	SWC Levy Col. 5	Total Levy Col. 6
<b>Excluded from MWD</b>							
<b>San Diego County</b>							
<b>San Diego County Water Authority</b>							
Exclusion from Original Area of Ramona MWD	2-5-01-017-0	0.000000	0.001700	0.00	0.70	1.28	1.98
Exclusions From Ramona No.2 Annexation Area	2-5-01-030-0	0.000000	0.001700	0.00	11.42	20.93	32.35
Rainbow No.3 Annexation Area	2-5-01-041-0	0.000000	0.001700	0.00	18.36	33.66	52.02
<b>Agency Totals:</b>				0.00	30.47	55.87	86.34
<b>County Totals:</b>				0.00	30.47	55.87	86.34
<b>Incl/Excl Totals:</b>				0.00	76.84	643.03	719.87
<b>Report Totals:</b>				43,337.23	14,715,073.05	26,290,089.02	41,048,499.30