

The motion passed by a vote of 8 ayes, 0 no, 0 abstain, and 7 absent.

Director Lewinger entered the meeting at 9:01 a.m.

3. OTHER MATTERS

5G Tax Levy for fiscal year 2015/16

5G-1 Subject: Report on list of certified assessed valuations for fiscal year 2015/16 and tabulation of assessed valuations, percentage participation, and vote entitlement of member public agencies as of August 15, 2015

For Information only

5G-2 Subject: Adopt (1) the resolution finding that continuing an ad valorem tax rate at the rate levied for fiscal year 2014/15 is essential to Metropolitan's fiscal integrity; and (2) the resolution establishing the tax rate for fiscal year 2015/16

Presented by: Section Manager June Skillman

Director Kurtz entered the meeting at 9:02 a.m.

Motion: Adopt the CEQA determination that the proposed action is not defined as a project and is not subject to CEQA, and

- a. Adopt the Resolution Finding that Continuing an Ad Valorem Property Tax Rate at the Rate Levied for FY 2014/15 is Essential to the Fiscal Integrity of the District and Suspending the Ad Valorem Tax Rate Restriction; and
- b. Adopt the Resolution Levying Taxes for the Fiscal Year Commencing July 1, 2015 and ending June 30, 2016 for the Purposes of The Metropolitan Water District of Southern California maintaining the tax rate at .0035 percent of assessed valuation (exclusive of annexation levies), the same rate levied in FY 2014/15.

Moved: Director McKenney Seconded: Director De Jesus

Ayes: Directors Barbre, Blois, Dake, De Jesus, Dear, Kurtz, McKenney, Ramos, Touhey, and Wunderlich

Noes: Directors Apodaca and Lewinger

Abstentions: None

Absent: Directors Faessel, Lowenthal, and Martinez

Director Ramos entered the meeting at 9:09 a.m.

Chair Barbre advised that a letter from the San Diego County Water Authority dated August 15, 2015 was received opposing Item 5G-2. The letter was distributed to the committee and copies are on file in the Office of the CFO.

Director Apodaca entered the meeting at 9:10 a.m.

Several questions and comments were raised by directors and staff responded.

The motion passed by a vote of 10 ayes, 2 noes, 0 abstain, and 3 absent.

4. CONSENT CALENDAR ITEMS – ACTION

None

5. OTHER BOARD ITEMS – ACTION

None

6. BOARD INFORMATION ITEMS

None

7. COMMITTEE ITEMS

a. Subject: Oral report on investment activities

Presented by: Treasurer Roger Marumoto

Mr. Marumoto advised that the Disabato Advisers' Quarterly Investment Report as of June 30, 2015 is available to Directors on Metropolitan's website. He recommended that the committee consider reviewing Pages 1-5, "Market Summary," Page 6, "Second Quarter Performance Summary," Page 8, "Comparisons against Peer Groups," and Page 9, "Manager Scorecard" of the report.

Mr. Marumoto noted that the balance of the Short-Term portfolio went from \$1.203 billion on June 30 to \$630 million on July 31. He stated that the \$573 million reduction in the balance of Short-Term Portfolio was due to the

exceptionally large cash outflows that we experienced during July. Disbursements for land, debt service, O&M, Capital, etc. totaled \$785.1 million. Receipts from Water Sales and other credits totaled \$211.8 million.

Director Lewinger requested that the slide in the presentation showing the decrease in the short-term portfolio be included each month. He also requested that a follow up slide be included showing the major expenditures causing the increase or decrease in the portfolio balance.

Mr. Breaux advised that this information will be included in the quarterly financial review, and staff will highlight any significant change in the portfolio balance due to large expenditures when they occur.

8. MANAGEMENT REPORT

- a. Subject: Chief Financial Officer's Report
- Presented by: Chief Financial Officer Gary Breaux

Mr. Breaux discussed the cumulative water sales for the current fiscal year through the month of July.

9. FOLLOW-UP ITEMS

None

10. FUTURE AGENDA ITEMS

None

Next meeting will be September 21, 2015.

Meeting adjourned at 9:30 a.m.

Brett R. Barbre
Chair