

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

MINUTES

ADJOURNED FINANCE AND INSURANCE COMMITTEE

September 21, 2015

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

Members present: Chair Barbre, Directors Apodaca (entered at 9:13 a.m.), Blois (entered at 9:04 a.m.), Dake, Dear, De Jesus, Faessel (entered at 9:12 a.m.), McKenney, and Ramos.

Members absent: Vice Chair Wunderlich, Directors Kurtz, Lewinger, Lowenthal, Martinez, and Touhey.

Other Board members present: Board Chairman Record, Directors Atwater, Beard, Hogan, Lefevre, Morris, Murray, Peterson, Steiner, and Tu.

Staff present: Beatty, Breaux, Brooks, Clairday, Coffey, Dunn, Goldstein, J. Gonzales, J. Green, Kightlinger, Man, Mares, Marumoto, A. Lopez, Odwak, Patterson, Philp, Pitman, Quilizapa, Riss, Scully, Skillman, Sims, Soper, Upadhyay, E. Young, and Zinke.

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

No members responded.

Committee Chair Barbre announced that there would be a reordering of the meeting agenda since there is not a quorum at this time. Item 2 will be heard after Item 7a.

3. CONSENT CALENDAR ITEMS – ACTION

None

4. OTHER BOARD ITEMS – ACTION

None

5. BOARD INFORMATION ITEMS

None

6. COMMITTEE ITEMS

- a. Subject: Oral report on investment activities
- Presented by: Treasurer Roger Marumoto

Mr. Marumoto reported on the investment portfolio for the month of August detailing investment performance of both short-term and long-term portfolios.

Director Blois entered the meeting at 9:04 a.m.

- b. Subject: Introduction of Ordinance Authorizing Issuance of Revenue Bonds in the Aggregate Principal Amount of \$500,000,000 (Note: Subject corrected in Board Agenda to read, "Approve the introduction by title only of an Ordinance Determining That The Interests of The District Require The Use of Revenue Bonds in The Aggregate Principal Amount of \$500,000.000.")
- Presented by: Chief Financial Officer Gary Breaux

Chair Barbre advised that a letter from the SDCWA dated September 20, 2015 was received and distributed to the committee opposing this item (Item 8-6 on the Board agenda). A copy of the letter is on file in the Office of the CFO. The action will be taken up at the October 13 Board meeting, so the discussion on this item will be deferred to next month.

Mr. Breaux advised that introduction of the Ordinance authorizing issuance of revenue bonds in the aggregate principal amount of \$500,000,000 will allow the Board to consider the adoption of the Ordinance at the Board's October meeting. In September, the Board need only vote on whether to introduce the proposed Ordinance by title or whether to introduce it by full reading.

Director Faessel entered the meeting at 9:12 a.m.

7. 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 August.

Director Apodaca entered the meeting at 9:13 a.m.

2. APPROVAL OF THE MINUTES OF THE FINANCE AND INSURANCE COMMITTEE MEETING HELD AUGUST 17, 2015.

- Motion: Carried
- Moved: Director De Jesus Seconded: Director Dake
- Ayes: Directors Apodaca, Barbre, Blois, Dake, De Jesus, Dear, Faessel, McKenney,
 and Ramos,
- Noes: None
- Abstentions: None
- Absent: Directors Kurtz, Lewinger, Lowenthal, Martinez, Touhey, and Wunderlich

The motion passed by a vote of 9 ayes, 0 no, 0 abstain, and 6 absent.

8. FOLLOW-UP ITEMS

None

9. FUTURE AGENDA ITEMS

- Adopt Ordinance for use of Revenue Bonds – October
- Quarterly Financial Review – October
- Remarketing of the Water Revenue Refunding Bonds – October
- Budget Process Timeline

Next meeting will be held on October 12, 2015.

Meeting adjourned at 9:17 a.m.

Brett R. Barbre
Chair