



Approve and Authorize the Distribution of Appendix A For
Use in the Issuance and Remarketing of Metropolitan's
Bonds

Finance and Insurance Committee

Item 8-2

June 13, 2016

New Appendix A Update Process

- Updated biannually
- Board to review and approve biannually
- Interim updates to be provided to Board for review and comment

Appendix A Describes Metropolitan

- Metropolitan's service area
- Governance and management
- Water supply conditions and sources of supply
- Litigation
- Revenues
- Expenditures and debt service obligations

Metropolitan is Responsible for the Content of its Disclosure

Documents

- May not:
 - contain an untrue statement of a material fact
 - omit material facts

Responsibilities of The Board of Directors

- Receive reports
- Review draft disclosure document
- Proper disclosure

Appendix A

- Significant updates since October 2015 include:
 - Water supply conditions and storage
 - Water Supply Allocation Plan
 - Revenues, expenditures, water sales and financial reserves
 - Litigation
 - CIP projects, expenditures, projections

Options for Consideration

- Option #1

Adopt the CEQA determination and

- Approve the draft Appendix A substantially in the form attached to the board letter;
- Authorize the General Manager, or other designee of the Ad Hoc Committee, to finalize, with changes approved by the General Manager and General Counsel, Appendix A; and
- Authorize distribution of Appendix A in connection with the sale or remarketing of bonds.

Options for Consideration

- Option #2

Do not approve Option #1.

Staff Recommendation

- Option #1



Questions?

Appendices

- A - financial and operating information
- B – audited financial statements
- C – summary of bond docs
- D – book-entry/registration system
- E – demographic/economic information
- F – bond counsel opinions
- G – continuing disclosure undertaking