

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

MINUTES

ADJOURNED FINANCE AND INSURANCE COMMITTEE

August 14, 2017

Chair Barbre called the meeting to order at 9:30 a.m. in Committee Room 2-456 at Metropolitan's Headquarters.

Members present: Chair Barbre, Vice Chair Wunderlich, Directors Blois, Dake, Dear, Faessel, Gedney, McKenney, Ramos, and Saxod.

Members absent: Directors De Jesus, Kurtz, Lewinger, Martinez, Paskett, and Sinanyan.

Other Board Members present: Board Chairman Record, Directors Ackerman, Atwater, Beard, Dick, Hogan, Lefevre, Morris, Murray, Peterson, and Steiner.

Staff present: Atkins, Beatty, Benito, Bowman, Breaux, Donhoff, Goldstein, J. Green, Hilscher, E. Jackson, Kightlinger, Kirkland, Kuo Brinton, T. Lee, Mares, Patterson, Quilizapa, Riss, B. Robertson, Scully, Shraibata, Skillman, Soper, Upadhyay, E. Young, Zhan, and Zinke.

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

No members responded.

2. APPROVAL OF THE MINUTES OF THE FINANCE AND INSURANCE COMMITTEE MEETING HELD ON JUNE 12, 2017

Motion: Carried

Moved: Director Faessel Seconded: Director Blois

Ayes: Chair Barbre, Vice Chair Wunderlich, Directors Blois, Dake, Dear, Faessel, Gedney, McKenney, Ramos, and Saxod.

Noes: None

Abstentions: None

Absent: Directors De Jesus, Kurtz, Lewinger, Martinez, Paskett, and Sinanyan.

The motion passed by a vote of 10 ayes, 0 noes, 0 abstain, and 6 absent.

3. OTHER MATTERS

- 5A Subject: Report on list of certified assessed valuations for fiscal year 2017/18 and tabulation of assessed valuations, percentage participation, and vote entitlement of member agencies as of August 15, 2017.

Oral report presented by: June Skillman, Budget and Treasury Manager

4. CONSENT CALENDAR ITEMS - ACTION

None

5. OTHER BOARD ITEMS - ACTION

- 8-1 Subject: 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 Levying Ad Valorem Property Taxes for the Fiscal Year Commencing July 1, 2017 and ending June 30, 2018 for the Purposes of The Metropolitan Water District of Southern California maintaining the tax rate at .0035% of assessed valuation (exclusive of annexation levies), the same rate levied in FY 2015/16; and
 - b. Direct staff to transmit that resolution to the county auditors for the levy and collection of the ad valorem property tax.

Motion: Carried

Moved: Director McKenney Seconded: Director Dear

Ayes: Chair Barbre, Vice Chair Wunderlich, Directors Blois, Dake, Dear, Faessel, Gedney, McKenney, and Ramos.

Noes: Director Saxod

Abstentions: None

Absent: Directors De Jesus, Kurtz, Lewinger, Martinez, Paskett, and Sinanyan.

The motion passed by a vote of 9 ayes, 1 no, 0 abstain, and 6 absent.

Chair Barbre noted that the San Diego County Water Authority's letter of opposition to Item 8-1, dated August 14, 2017 and received on that date at 5:21 a.m., will be entered as part of the record.

6. BOARD INFORMATION ITEMS

None

7. COMMITTEE ITEMS

- a. Subject: Quarterly Financial Review
Presented by: Hal Soper, III, Controller

Mr. Soper presented a quarterly financial review, June 30, 2017, (preliminary), which included cumulative water sales, monthly water sales, FY 16/17 revenues, and beginning and ending unrestricted reserve balances.

- b. Subject: Oral Report on Investment Activities
Presented by: June Skillman, Budget and Treasury Manager

Ms. Skillman presented the Board with Metropolitan's short-term and long-term portfolio balances.

Director McKenney requested that future presentations on Investment Activities include information on the dollars associated with under and over performance.

8. MANAGEMENT REPORT

- a. Subject: Chief Financial Officer's report

Mr. Breaux presented the Board with water sales for one month ended July 31, 2017. His report included cumulative and monthly water sales in acre-feet and total revenues. He also addressed the recent article that appeared in the Voice of San Diego concerning past swap termination payments made by Metropolitan and discussed how these transactions were beneficial to Metropolitan.

9. FOLLOW-UP ITEMS

None

10. FUTURE AGENDA ITEMS

A presentation on Metropolitan's swap program will be agendized for an upcoming F&I Committee meeting.

11. ADJOURNMENT

Next meeting will be held on September 11, 2017.

Meeting adjourned at 10:10 a.m.

Brett Barbre
Chair