

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

MINUTES

FINANCE AND INSURANCE COMMITTEE

June 07, 2021

Vice Chair Record called the teleconference meeting to order at 9:00 a.m.

Members present: Vice Chair Record, Directors Blois, Dick, Faessel, Goldberg, Hawkins, Jung, Ortega, Ramos, Smith, and Tamaribuchi.

Members absent: Director Quinn

Other Board Members present: Chairwoman Gray, Directors Abdo, Ackerman, Atwater, Butkiewicz, Cordero, De Jesus, Dennestedt, Erdman, Fellow, Hogan, Kurtz, Lefevre, Morris and Peterson.

Committee Staff present: Beatty, Kasaine, Kightlinger, Ros, Scully, Upadhyay

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

None

CONSENT CALENDAR ITEMS — ACTION
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2. CONSENT CALENDAR OTHER ITEMS – ACTION

A. Subject: Approval of the Minutes of the meeting of the Finance and Insurance Committee held May 10, 2021

3. CONSENT CALENDAR ITEMS – ACTION

7-1 Subject: Approve up to \$1.594 million to purchase insurance coverage for Metropolitan's Property and Casualty Insurance Program for fiscal year 2021/22; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA

Motion: Approve up to \$1.594 million to purchase insurance coverage for Metropolitan's Property and Casualty Insurance Program to renew or

replace all the expiring excess liability and specialty insurance policies for fiscal year 2021/22.

Presented by: Drew Boronkay, Unit Manager, Risk Management

Ms. Kasaine introduced the item and Mr. Boronkay presented the committee with an overview of the property and casualty insurance programs and the costs for this year's insurance renewal.

The following Directors provided comments or asked questions:

1. Ortega
2. Dick
3. Blois

Staff responded to the Directors' questions and comments.

7-2 Subject: Approve Metropolitan's Statement of Investment Policy for fiscal year 2021/22, delegate authority to the Treasurer to invest Metropolitan's funds for fiscal year 2021/22; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA

Motion: Approve the Statement of Investment Policy for fiscal year 2021/22; and delegate authority to the Treasurer to invest Metropolitan's funds for fiscal year 2021/22.

Presented by: Sam Smalls, Manager of Treasury and Debt Management

Ms. Kasaine introduced the item and Mr. Smalls presented the committee with key changes between the Investment Policy for fiscal year 2020/21 and 2021/22.

After completion of the presentations, Director Blois made a motion, seconded by Director Ortega, to approve the consent calendar consisting of items 2A, 7-1, and 7-2.

The vote was:

Ayes: Directors Blois, Dick, Faessel, Goldberg, Hawkins, Jung, Ortega, Ramos, Record, Smith and Tamaribuchi

Noes: None

Abstentions: None

Absent: Director Quinn

The motion for item 2A, 7-1, and 7-2 passed by a vote of 11 ayes, 0 noes, 0 abstain, and 1 absent.

END OF CONSENT CALENDAR ITEMS

4. OTHER BOARD ITEMS – ACTION

None

5. BOARD INFORMATION ITEMS

None

6. COMMITTEE ITEMS

- a. Subject: Financing Overview for Bond Issuance
Presented by: Sam Smalls, Manager of Treasury and Debt Management

Ms. Kasaine introduced the item and Mr. Smalls presented the committee with an overview of Metropolitan’s debt which included year-to-date debt activity, statutory debt limit, bond ratings and outstanding debt and cashflow. His presentation also included an overview of SB 450 requirements and the two bond transactions closing in June and July.

- b. Subject: Quarterly Investment Activities Report
Presented by: Sam Smalls, Manager of Treasury and Debt Management

Ms. Kasaine introduced the item and Mr. Smalls presented the committee with an overview of Metropolitan’s liquidity portfolio through April 30, 2021 and discussed credit quality, sector allocation, maturities, and total returns.

The following Directors provided comments or asked questions:

1. Dick

Staff responded to the Directors’ questions and comments.

7. MANAGEMENT REPORT

- a. Subject: Chief Financial Officer’s report

Ms. Kasaine presented the committee with an update of water revenues for the ten-months period ending April 30, 2021.

8. FOLLOW-UP ITEMS

None

9. FUTURE AGENDA ITEM

None

10. ADJOURNMENT

Next meeting will be held on July 12, 2021.

Meeting adjourned at 9:53 a.m.

Randy Record

Vice Chair