

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

MINUTES

FINANCE AND INSURANCE COMMITTEE

October 11, 2021

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

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

Members absent: Directors Jung, Quinn, and Ramos

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

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

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

None

CONSENT CALENDAR OTHER ITEMS — ACTION

2. CONSENT CALENDAR OTHER ITEMS – ACTION

- A. Subject: Approval of the Minutes of the Meeting of the Finance and Insurance Committee held September 13, 2021

3. CONSENT CALENDAR ITEMS – ACTION

None

No presentation was given; Director Tamaribuchi made a motion, seconded by Director Hawkins, to approve the consent calendar consisting of item 2A.

The vote was:

Ayes: Directors Blois, Dennstedt, Dick, Faessel, Goldberg, Hawkins, Ortega, Record, Smith, and Tamaribuchi
Noes: None
Abstentions: None
Absent: Directors Jung, Quinn, and Ramos

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

END OF CONSENT CALENDAR ITEMS

4. OTHER BOARD ITEMS – ACTION

None

5. BOARD INFORMATION ITEMS

9-2 Subject: Compliance with Fund Requirements and Bond Indenture Provisions
Ms. Kasaine introduced the item and staff was available for any questions.

Vice Chair Record announced to the committee that the order of committee items was changed and item 6b would be heard first.

6. COMMITTEE ITEMS

b. Subject: Year-End Financial Report
Presented by: Bernadette Robertson, Controller

Ms. Kasaine introduced the item and Ms. Robertson presented the committee with the fiscal year 2020/21 year-end financial review of Metropolitan's budget versus actuals for revenues and expenses. She also presented the balance in unrestricted reserves on a modified accrual basis. Additionally, Ms. Robertson presented an overview of balance sheet trends.

The following Directors provided comments or asked questions:

1. Smith
2. Ortega

Staff responded to the Directors' questions and comments.

- a. Subject: Quarterly Financial Report
Presented by: Bernadette Robertson, Controller

Ms. Robertson presented the committee with Metropolitan's quarterly financial report for the period ending September 30, 2021. The report included cumulative water transactions in acre-feet, revenues, expenses, and unrestricted reserve balance on a modified accrual basis for fiscal year 2021/22. Ms. Robertson also reported on reimbursable costs and Operations & Maintenance costs for the Delta Conveyance Project through September 2021.

7. MANAGEMENT REPORT

- a. Subject: Chief Financial Officer's report

Ms. Kasaine updated the committee that if there are no other major items for the committee next meeting, we will dedicate the November Finance and Insurance committee meeting to demand management.

8. FOLLOW-UP ITEMS

None

9. FUTURE AGENDA ITEM

Director Smith requested staff to consider paying additional funds into the CalPERS pension and potentially create a high/low goal for the next 2-year budget.

Ms. Kasaine responded to Director Smith's request that the request will be addressed during the Budget process.

10. ADJOURNMENT

Next meeting will be held on November 8, 2021.

Meeting adjourned at 9:27 a.m.

Randy Record
Vice Chair