



- **Board of Directors**
Finance and Insurance Committee

8/16/2022 Board Meeting

5G

Subject

Report on list of certified assessed valuations for the fiscal year 2022/23 and tabulation of assessed valuations, percentage participation, and vote entitlement of member agencies as of August 16, 2022

Executive Summary

Every year, Metropolitan receives the certified assessed valuation from the county auditors for the six counties where Metropolitan provides water service. All county auditors have until the 15th day of August to provide the certified assessed valuation to Metropolitan, which is why Metropolitan's Board adjourns its August regular and committee meetings to the third week of the month. Metropolitan received the last of the counties' information for fiscal year (FY) 2022/23 on August 10, 2022.

Based on the information received, staff reports that certified assessed valuations for Metropolitan's six-county service area totaled \$3.62 trillion for FY 2022/23. The percentage participation and vote entitlement by member agencies as of August 16, 2022, have been updated accordingly and are reported in this letter and in **Attachment 1**. Assessed valuation is also used to determine how many representatives an agency has on the Metropolitan Board. Based on the assessed valuations for FY 2022/23, the number of representatives for each agency remains the same and is also reported in **Attachment 1**.

Details

Background

This letter reports the certified assessed valuations for FY 2022/23 and member agency percentage participation, vote, and director entitlement (**Attachment 1**), which become effective for all purposes at the August 16, 2022, Adjourned regular Board meeting.

As part of the Metropolitan Water District Act, the process of determining assessed valuation is made each August, based on submissions from the auditors of each of the six counties in the Metropolitan service area. Metropolitan uses a weighted voting system based on assessed valuation. Under Section 55 of the Metropolitan Water District Act, each member agency gets one vote for every \$10 million of assessed valuation of property taxable for Metropolitan's purposes. Under Section 52 of the Metropolitan Water District Act, assessed valuation is also used to determine how many representatives an agency has on the Metropolitan Board. Each member agency is entitled to one board member and may appoint an additional representative for each full 5 percent of Metropolitan's assessed valuation of taxable property that is within such member agency's service area. Following the passage of AB1220 (Garcia) in 2019, Section 52 also sets the minimum number of representatives for each member public agency as the amount they had as of January 1, 2019. The AB1220 minimum for representatives does not affect voting percentages set by Section 55. Based on the assessed valuations for FY 2022/23, neither the assessed valuations nor AB1220 affects the current number of directors of any member agencies.

The certificates of the county auditors for the six counties covering Metropolitan's area, certifying the FY 2022/23 assessed valuations of all property used for calculating Metropolitan's FY 2022/23 vote and director entitlement, are on file in the office of the Manager of Treasury and Debt.

The assessed valuations by the respective county auditors are as follows:

COUNTY	Net Assessed Valuations Taxable by Metropolitan
Los Angeles	\$ 1,760,089,344,907
Orange	721,585,757,737
Riverside	240,437,374,280
San Bernardino	146,634,414,955
San Diego	632,321,979,224
Ventura	123,683,835,701
Total Net A.V.s within MWD	\$ 3,624,752,706,804

A comparison of FY 2021/22 and FY 2022/23 assessed valuations and the percentage of change (**Attachment 2**) and a comparison of FY 2021/22 and FY 2022/23 vote entitlement and the percentage change (**Attachment 3**) are attached for your information.

Policy

Metropolitan Water District Act Section 52: Additional Directors

Metropolitan Water District Act Section 55: Voting by Board

Metropolitan Water District Act Section 305: Certification of Assessed Valuations; Segregation of Valuations

Fiscal Impact

None


 Katano Kasaine
 Assistant General Manager/
 Chief Financial Officer
 8/12/2022
 Date


 Adel Hagekhalil
 General Manager
 8/12/2022
 Date

Attachment 1 – Assessed Valuations, Percentage Participation, and Vote and Director Entitlement of Member Public Agencies as of August 16, 2022

Attachment 2 – Comparison of Assessed Valuations for the Fiscal Years 2021/22 and 2022/23

Attachment 3 – Comparison of Vote Entitlement Percentage for the Fiscal Years 2021/22 and 2022/23

**The Metropolitan Water District of Southern California
Assessed Valuations, Percentage Participation, and
Vote and Director Entitlement of Member Public Agencies
As of August 16, 2022**

<u>Member Agency</u>	<u>*Assessed Valuation Amount Certified</u>	<u>Percent of Total</u>	<u>** Vote Entitlement</u>	<u>*** Director Entitlement</u>
Anaheim	\$ 56,269,073,437	1.55%	5,627	1
Beverly Hills	42,674,597,044	1.18%	4,267	1
Burbank	28,930,674,618	0.80%	2,893	1
Calleguas MWD	123,683,835,701	3.41%	12,368	1
Central Basin MWD	182,159,170,598	5.03%	18,216	2
Compton	5,986,309,227	0.17%	599	1
Eastern MWD	105,024,028,930	2.90%	10,502	1
Foothill MWD	22,900,325,902	0.63%	2,290	1
Fullerton	23,900,520,075	0.66%	2,390	1
Glendale	38,135,312,336	1.05%	3,814	1
Inland Empire Utilities Agency	146,634,414,955	4.05%	14,663	1
Las Virgenes MWD	29,271,920,993	0.81%	2,927	1
Long Beach	61,510,103,081	1.70%	6,151	1
Los Angeles	756,988,951,892	20.88%	75,699	5
MWD of Orange County	609,134,298,271	16.80%	60,913	4
Pasadena	37,161,819,093	1.03%	3,716	1
San Diego County Water Authority	632,321,979,224	17.44%	63,232	4
San Fernando	2,381,877,804	0.07%	238	1
San Marino	7,698,613,665	0.21%	770	1
Santa Ana	32,281,865,954	0.89%	3,228	1
Santa Monica	46,186,316,289	1.27%	4,619	1
Three Valleys MWD	82,538,322,114	2.28%	8,254	1
Torrance	34,159,203,429	0.94%	3,416	1
Upper San Gabriel Valley MWD	126,877,023,875	3.50%	12,688	1
West Basin MWD	254,528,802,947	7.02%	25,453	2
Western MWD	135,413,345,350	3.74%	13,541	1
TOTAL ASSESSED VALUATIONS WITHIN METROPOLITAN	\$ 3,624,752,706,804	100%	362,474	38

Percentage may not foot due to rounding.

* The above valuations include only those which have been certified by the County Auditors, in accordance with Section 305 of the Metropolitan Water District Act, Statutes of 1969, as amended. The certified valuations have been reduced to reflect Homeowners' Property Exemptions and do not include areas excluded from Metropolitan.

** Each member of the Board shall be entitled to cast one vote for each ten million dollars (\$10,000,000) of assessed valuation of property taxable for district purposes, in accordance with Section 55 of the Metropolitan Water District Act.

*** In addition to one representative, pursuant to Section 52 of the MWD Act (Chapter 781, Stats. 1998), each member agency shall be entitled to one additional representative for each full five percent of the assessed valuation of property taxable for Metropolitan purposes. Pursuant to AB1220 (Garcia), a member public agency shall not have fewer than the number of representatives the member agency had as of January 1, 2019.

The Metropolitan Water District of Southern California
Comparison of Assessed Valuations for the Fiscal Years 2021/22 and 2022/23

Member Agency	FY 2021/22 Assessed Valuation	FY 2022/23 Assessed Valuation	Percentage Change
Los Angeles County:			
Beverly Hills	\$ 40,583,310,050	\$ 42,700,345,844	5.2%
Burbank	26,748,023,753	29,018,267,018	8.5%
Glendale	36,345,845,295	38,261,730,936	5.3%
Los Angeles	709,083,947,710	759,144,474,597	7.1%
Pasadena	35,335,259,765	37,278,306,093	5.5%
San Marino	7,320,492,821	7,717,477,265	5.4%
Santa Monica	43,587,383,363	46,248,133,289	6.1%
Long Beach	57,968,268,060	61,751,995,827	6.5%
Torrance	32,515,355,445	34,307,357,029	5.5%
Compton	5,582,500,327	6,034,980,333	8.1%
West Basin MWD	236,818,506,381	255,257,845,190	7.8%
Three Valleys MWD	78,005,973,833	83,007,878,409	6.4%
Foothill MWD	21,419,354,456	23,007,123,502	7.4%
Central Basin MWD	171,489,406,027	183,127,171,787	6.8%
Las Virgenes MWD	27,497,146,604	29,359,126,762	6.8%
Upper San Gabriel Valley MWD	120,106,352,506	127,553,559,528	6.2%
San Fernando	2,252,949,159	2,394,400,804	6.3%
Total Los Angeles County	1,652,660,075,555	1,766,170,174,213	6.9%
Orange County:			
Anaheim	52,973,363,369	56,471,013,637	6.6%
Santa Ana	30,488,478,855	32,419,528,654	6.3%
Fullerton	22,663,775,934	24,010,012,675	5.9%
MWD of Orange County	574,919,973,901	611,405,145,478	6.3%
Total Orange County	681,045,592,059	724,305,700,444	6.4%
Riverside County:			
Eastern MWD	95,577,833,354	105,674,646,026	10.6%
Western MWD	125,405,306,316	136,142,511,643	8.6%
Total Riverside County	220,983,139,670	241,817,157,669	9.4%
San Bernardino County:			
Inland Empire Utilities Agency	134,989,972,419	147,267,806,744	9.1%
San Diego County:			
San Diego County Water Authority	586,179,903,320	635,474,691,216	8.4%
Ventura County:			
Calleguas MWD	116,206,929,078	124,404,274,257	7.1%
Total Within Metropolitan	3,392,065,612,101	3,639,439,804,543	7.3%
Excluded Areas	80,568,829	83,588,799	3.7%
*Total Taxable by Metropolitan	\$ 3,392,146,180,930	\$ 3,639,523,393,342	7.3%

The Metropolitan Water District of Southern California
Comparison of Vote Entitlement Percentage for the Fiscal Years 2021/22 and 2022/23

Member Agency	FY 2021/22		FY 2022/23		Change	
	Vote Entitlement	Vote Entitlement Percentage	Vote Entitlement	Vote Entitlement Percentage	Vote Entitlement	Vote Entitlement Percentage
Anaheim	5,277	1.56%	5,627	1.55%	350	-0.01%
Beverly Hills	4,056	1.20%	4,267	1.18%	211	-0.02%
Burbank	2,666	0.79%	2,893	0.80%	227	0.01%
Calleguas MWD	11,552	3.42%	12,368	3.41%	816	-0.01%
Central Basin MWD	17,051	5.05%	18,216	5.03%	1,165	-0.02%
Compton	553	0.16%	599	0.17%	46	0.00%
Eastern MWD	9,492	2.81%	10,502	2.90%	1,010	0.09%
Foothill MWD	2,131	0.63%	2,290	0.63%	159	0.00%
Fullerton	2,255	0.67%	2,390	0.66%	135	-0.01%
Glendale	3,622	1.07%	3,814	1.05%	192	-0.02%
Inland Empire Utilities Agency	13,433	3.98%	14,663	4.05%	1,230	0.07%
Las Virgenes MWD	2,741	0.81%	2,927	0.81%	186	0.00%
Long Beach	5,772	1.71%	6,151	1.70%	379	-0.01%
Los Angeles	70,689	20.93%	75,699	20.88%	5,010	-0.05%
MWD of Orange County	57,264	16.96%	60,913	16.80%	3,649	-0.15%
Pasadena	3,522	1.04%	3,716	1.03%	194	-0.02%
San Diego County Water Authority	58,302	17.26%	63,232	17.44%	4,930	0.18%
San Fernando	224	0.07%	238	0.07%	14	0.00%
San Marino	730	0.22%	770	0.21%	40	0.00%
Santa Ana	3,035	0.90%	3,228	0.89%	193	-0.01%
Santa Monica	4,352	1.29%	4,619	1.27%	267	-0.01%
Three Valleys MWD	7,753	2.30%	8,254	2.28%	501	-0.02%
Torrance	3,237	0.96%	3,416	0.94%	179	-0.02%
Upper San Gabriel Valley MWD	11,942	3.54%	12,688	3.50%	746	-0.04%
West Basin MWD	23,608	6.99%	25,453	7.02%	1,845	0.03%
Western MWD	12,466	3.69%	13,541	3.74%	1,075	0.04%
Total	337,725	100%	362,474	100%	24,749	0.00%

Percentages may not foot due to rounding.