THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

MINUTES

FINANCE, AFFORDABILITY, ASSET MANAGEMENT, AND EFFICIENCY COMMITTEE

August 18, 2026

Chair Miller called the meeting to order at 10:14 a.m.

Members present: Directors Alvarez, Bryant, Crane, Daniels, Dennstedt (teleconference posted location), Fong-Sakai, Miller, Paule, Pressman, and Seckel.

Members absent: Directors Petersen and Quinn.

Other Board Members present: Barerra, Camacho, Douglas, Erdman, Faessel, Garza, Gold (teleconference posted location), Jay, Katz, Lewitt, McCoy, Ortega, Pakala, Ramos, and Sutley.

Committee Staff present: Benson, Deshmukh, Hudson, Quilizapa, Ros, Rubin, and Scully.

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

None

CONSENT CALENDAR ITEMS – ACTION

2. COMMITTEE ACTION (ONLY)

A. Subject: Approval of the Minutes of the Finance and Asset Management Committee Meeting for July 14, 2026

3. COMMITTEE ITEMS (FOR BOARD CONSIDERATION)

7-2 Subject: Adopt CEQA determination that the proposed action was previously addressed in the 2024 Mitigated Negative Declaration adopted by the City of Fontana for the Fontana Fire Station No. 80 and Training Center Project, and authorize the General Manager to execute a new license agreement with the City of Fontana for a base term of 15 years, with three 10-year options and one five-year option to extend the license for a maximum combined term of 50 years to support a new Fire Station and Training Facility with supplemental parking on Metropolitan fee owned property in the City of Fontana, identified as San Bernardino County Assessor Parcel No. 0228-021-26

Motion: Adopt CEQA determination that the proposed action was previously addressed in the 2024 Mitigated Negative Declaration adopted by the City of Fontana for the Fontana Fire Station No. 80 and Training Center Project, and authorize the General Manager to execute a new license agreement with the City of Fontana for a base term of 15 years, with three 10-year options and one five-year option to extend the license for a maximum combined term of 50 years to support a new Fire Station and Training Facility with supplemental parking on Metropolitan fee-owned property in the City of Fontana, identified as San Bernardino County Assessor Parcel No. 0228-021-26

No presentations were given, Director Bryant made a motion, seconded by Director Crane, to approve the consent calendar consisting of items 2A and 7-2.

The vote was:

Ayes:	Directors Alvarez, Bryant, Crane, Daniels, Dennstedt, Fong-Sakai, Miller, Paule, Pressman, and Seckel.
Noes:	None
Abstentions:	Director Daniels (Item 2A)
Absent:	Directors Petersen, and Quinn.

The motion for item 2A passed by a vote of 9 ayes, 0 noes, 1 abstention, and 2 absent.

The motion for item 7-2 passed by a vote of 10 ayes, 0 noes, 0 abstentions, and 2 absent.

END OF CONSENT CALENDAR ITEMS

4. COMMITTEE ITEMS (ACTION FOR BOARD CONSIDERATION)

8-2 Subject: Adopt resolution establishing the Ad Valorem tax rate for fiscal year 2026/27; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA

Motion:
a. Adopt the resolution establishing the ad valorem property tax rate for fiscal year 2026/27 at 0.0085 percent; and
b. Direct staff to transmit that resolution to the county auditor-controllers, or equivalent, for the levy and collection of the ad valorem property tax.

After completion of the presentation, Director Pressman made a motion, seconded by Director Bryant, to approve the consent calendar consisting of item 8-2.

The vote was:

Ayes:	Directors Alvarez, Bryant, Crane, Daniels, Dennstedt, Fong-Sakai, Miller, Paule, Pressman, and Seckel.
Noes:	None
Abstentions:	None
Absent:	Directors Petersen, and Quinn.

The motion for item 8-2 passed by a vote of 10 ayes, 0 noes, 0 abstentions, and 2 absent.

5. COMMITTEE ITEMS (INFORMATION FOR BOARD CONSIDERATION)

5G Subject: Report on list of certified assessed valuations for fiscal year 2026/27 and tabulation of assessed valuations, percentage participation, and vote entitlement of member agencies as of August 18, 2026

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

Mr. Benson introduced the item, and Mr. Smalls presented the committee with the report's purpose and background, current assessed valuations, and a comparison of vote entitlement percentage for Fiscal Years 2025/26 and 2026/27.

The following Director provided comments or asked questions:

1. Ortega

Staff responded to the Director's comments and questions.

6. COMMITTEE ITEMS (INFORMATIONAL)

a. Subject: Quarterly Financial Report

Presented by: Khanh Phan, Unit Manager - Rates, Charges, and Financial Planning

Mr. Benson introduced the item, and Ms. Phan presented the committee with an overview of the preliminary year-end financial results for fiscal year 2025/26.

The following Directors provided comments or asked questions:

1. Ortega
2. Fong-Sakai
3. Sutley
4. Miller
5. Seckel
6. Alvarez
7. Pakala
8. Erdman

Staff responded to the Director's comments and questions.

b. Subject: Quarterly Investment Activities Report

Presented by: Christopher Harris, Director of PFM Asset Management

Mr. Benson introduced the item, and introduced the presenter, Mr. Harris from PFM Asset Management. His presentation provided a summary of investment activities that impacted portfolio performance over the period ending June 30, 2026.

7. MANAGEMENT ANNOUNCEMENTS AND HIGHLIGHTS

a. Subject: Finance, Affordability, Asset Management, and Efficiency activities

No report was provided. Report is posted online.

8. FOLLOW-UP ITEMS

Director Alvarez requested that staff provide debt service cost estimates under alternative scenarios.

9. FUTURE AGENDA ITEMS

None

10. ADJOURNMENT

The next meeting will be held on September 15, 2026.

The meeting adjourned at 11:33 a.m.

Marty Miller
Chair