



- Board of Directors
Finance and Insurance Committee

8/17/2021 Board Meeting

5G

Subject

Report on list of certified assessed valuations for fiscal year 2021/22 and tabulation of assessed valuations, percentage participation, and vote entitlement of member agencies as of August 17, 2021

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) 2021/22 on August 9, 2021.

Based on the information received, staff reports that certified assessed valuations for Metropolitan's six-county service area totaled \$3.38 trillion for FY 2021/22. The percentage participation and vote entitlement by member agencies as of August 17, 2021, 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 2021/22, 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 2021/22 and member agency percentage participation, vote, and director entitlement (**Attachment 1**), which become effective for all purposes at the August 17, 2021, 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. As of 2019, AB1220 (Garcia) added subsection (b) to Section 52 of the Metropolitan Water District Act, which provides, "A member public agency shall not have fewer than the number of representatives the member public agency had as of January 1, 2019. This subdivision does not affect Section 55." Based on the assessed valuations for FY 2021/22, 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 2021/22 assessed valuations of all property used for calculating Metropolitan's FY 2021/22 vote and director entitlement, are on file in the office of the Controller.

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

COUNTY	Net Assessed Valuations Taxable by Metropolitan
Los Angeles	\$ 1,646,492,326,671
Orange	678,316,781,566
Riverside	219,578,474,345
San Bernardino	134,331,566,053
San Diego	583,017,440,327
Ventura	115,523,068,278
Total Net A.V.s within MWD	\$ 3,377,259,657,240

A comparison of FY 2020/21 and FY 2021/22 assessed valuations and the percentage of change (**Attachment 2**) and a comparison of FY 2020/21 and FY 2021/22 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

8/12/2021

Date


 Adel Hagekhalil
 General Manager

8/12/2021

Date

Attachment 1 – Assessed Valuations, Percentage Participation, and Vote and Director Entitlement of Member Public Agencies as of August 17, 2021

Attachment 2 – Comparison of Assessed Valuations for the Fiscal Years 2020/21 and 2021/22

Attachment 3 – Comparison of Vote Entitlement Percentage for the Fiscal Years 2020/21 and 2021/22

**The Metropolitan Water District of Southern California
Assessed Valuations, Percentage Participation, and
Vote and Director Entitlement of Member Public Agencies
As of August 17, 2021**

<u>Member Agency</u>	<u>*Assessed Valuation Amount Certified</u>	<u>Percent of Total</u>	<u>** Vote Entitlement</u>	<u>*** Director Entitlement</u>
Anaheim	\$ 52,770,105,769	1.56%	5,277	1
Beverly Hills	40,556,322,250	1.20%	4,056	1
Burbank	26,658,744,353	0.79%	2,666	1
Calleguas MWD	115,523,068,278	3.42%	11,552	1
Central Basin MWD	170,507,424,919	5.05%	17,051	2
Compton	5,532,949,076	0.16%	553	1
Eastern MWD	94,915,554,888	2.81%	9,492	1
Foothill MWD	21,311,191,856	0.63%	2,131	1
Fullerton	22,553,392,934	0.67%	2,255	1
Glendale	36,217,648,695	1.07%	3,622	1
Inland Empire Utilities Agency	134,331,566,053	3.98%	13,433	1
Las Virgenes MWD	27,408,724,004	0.81%	2,741	1
Long Beach	57,723,043,377	1.71%	5,772	1
Los Angeles	706,889,709,099	20.93%	70,689	5
MWD of Orange County	572,644,148,828	16.96%	57,264	4
Pasadena	35,217,752,165	1.04%	3,522	1
San Diego County Water Authority	583,017,440,327	17.26%	58,302	4
San Fernando	2,240,146,159	0.07%	224	1
San Marino	7,301,307,221	0.22%	730	1
Santa Ana	30,349,134,035	0.90%	3,035	1
Santa Monica	43,524,405,763	1.29%	4,352	1
Three Valleys MWD	77,532,535,944	2.30%	7,753	1
Torrance	32,366,063,475	0.96%	3,237	1
Upper San Gabriel Valley MWD	119,424,678,623	3.54%	11,942	1
West Basin MWD	236,079,679,692	6.99%	23,608	2
Western MWD	124,662,919,457	3.69%	12,466	1
TOTAL ASSESSED VALUATIONS WITHIN METROPOLITAN	\$ 3,377,259,657,240	100%	337,725	<u>38</u>

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 2020/21 and 2021/22

Member Agency	FY 2020/21 Assessed Valuation	FY 2021/22 Assessed Valuation	Percentage Change
Los Angeles County:			
Beverly Hills	\$ 38,984,209,757	\$ 40,583,310,050	4.1%
Burbank	26,232,053,217	26,748,023,753	2.0%
Glendale	35,299,922,378	36,345,845,295	3.0%
Los Angeles	681,956,634,299	709,083,947,710	4.0%
Pasadena	34,064,564,522	35,335,259,765	3.7%
San Marino	7,131,517,032	7,320,492,821	2.6%
Santa Monica	42,052,273,740	43,587,383,363	3.7%
Long Beach	56,231,422,772	57,968,268,060	3.1%
Torrance	31,509,046,749	32,515,355,445	3.2%
Compton	5,367,588,584	5,582,500,327	4.0%
West Basin MWD	228,506,171,874	236,818,506,381	3.6%
Three Valleys MWD	75,830,420,346	78,005,973,833	2.9%
Foothill MWD	20,633,179,075	21,419,354,456	3.8%
Central Basin MWD	164,837,540,712	171,489,406,027	4.0%
Las Virgenes MWD	26,576,523,807	27,497,146,604	3.5%
Upper San Gabriel Valley MWD	116,125,000,182	120,106,352,506	3.4%
San Fernando	2,175,734,122	2,252,949,159	3.5%
Total Los Angeles County	1,593,513,803,168	1,652,660,075,555	3.7%
Orange County:			
Anaheim	51,034,279,760	52,973,363,369	3.8%
Santa Ana	29,025,884,820	30,488,478,855	5.0%
Fullerton	22,487,669,340	22,663,775,934	0.8%
MWD of Orange County	552,439,582,191	574,919,973,901	4.1%
Total Orange County	654,987,416,111	681,045,592,059	4.0%
Riverside County:			
Eastern MWD	90,029,050,008	95,577,833,354	6.2%
Western MWD	118,986,898,017	125,405,306,316	5.4%
Total Riverside County	209,015,948,025	220,983,139,670	5.7%
San Bernardino County:			
Inland Empire Utilities Agency	127,116,540,150	134,989,972,419	6.2%
San Diego County:			
San Diego County Water Authority	566,336,932,422	586,179,903,320	3.5%
Ventura County:			
Calleguas MWD	112,311,699,205	116,206,929,078	3.5%
Total Within Metropolitan	3,263,282,339,081	3,392,065,612,101	3.9%
Excluded Areas	73,185,405	80,568,829	10.1%
*Total Taxable by Metropolitan	\$ 3,263,355,524,486	\$ 3,392,146,180,930	3.9%

The Metropolitan Water District of Southern California
Comparison of Vote Entitlement Percentage for the Fiscal Years 2020/21 and 2021/22

Member Agency	FY 2020/21		FY 2021/22		Change	
	Vote Entitlement	Vote Entitlement Percentage	Vote Entitlement	Vote Entitlement Percentage	Vote Entitlement	Vote Entitlement Percentage
Anaheim	5,083	1.56%	5,277	1.56%	194	0.00%
Beverly Hills	3,896	1.20%	4,056	1.20%	160	0.00%
Burbank	2,614	0.80%	2,666	0.79%	52	-0.02%
Calleguas MWD	11,162	3.44%	11,552	3.42%	390	-0.02%
Central Basin MWD	16,384	5.04%	17,051	5.05%	667	0.00%
Compton	532	0.16%	553	0.16%	21	0.00%
Eastern MWD	8,936	2.75%	9,492	2.81%	556	0.06%
Foothill MWD	2,052	0.63%	2,131	0.63%	79	0.00%
Fullerton	2,238	0.69%	2,255	0.67%	17	-0.02%
Glendale	3,517	1.08%	3,622	1.07%	105	-0.01%
Inland Empire Utilities Agency	12,645	3.89%	13,433	3.98%	788	0.08%
Las Virgenes MWD	2,649	0.82%	2,741	0.81%	92	0.00%
Long Beach	5,598	1.72%	5,772	1.71%	174	-0.01%
Los Angeles	67,972	20.93%	70,689	20.93%	2,717	0.01%
MWD of Orange County	55,013	16.94%	57,264	16.96%	2,251	0.02%
Pasadena	3,395	1.05%	3,522	1.04%	127	0.00%
San Diego County Water Authority	56,310	17.34%	58,302	17.26%	1,992	-0.07%
San Fernando	216	0.07%	224	0.07%	8	0.00%
San Marino	711	0.22%	730	0.22%	19	0.00%
Santa Ana	2,889	0.89%	3,035	0.90%	146	0.01%
Santa Monica	4,199	1.29%	4,352	1.29%	153	0.00%
Three Valleys MWD	7,535	2.32%	7,753	2.30%	218	-0.02%
Torrance	3,136	0.97%	3,237	0.96%	101	-0.01%
Upper San Gabriel Valley MWD	11,544	3.55%	11,942	3.54%	398	-0.02%
West Basin MWD	22,776	7.01%	23,608	6.99%	832	-0.02%
Western MWD	11,824	3.64%	12,466	3.69%	642	0.05%
Total	324,826	100%	337,725	100%	12,899	0.00%

Percentages may not foot due to rounding.