


Central Basin
Municipal Water District

**Central Basin MWD Proposal for
Alternative and Complementary Method of
Retaining Number of Metropolitan Water District
Directors per Member Agency**

Kevin P. Hunt, P.E.
General Manager

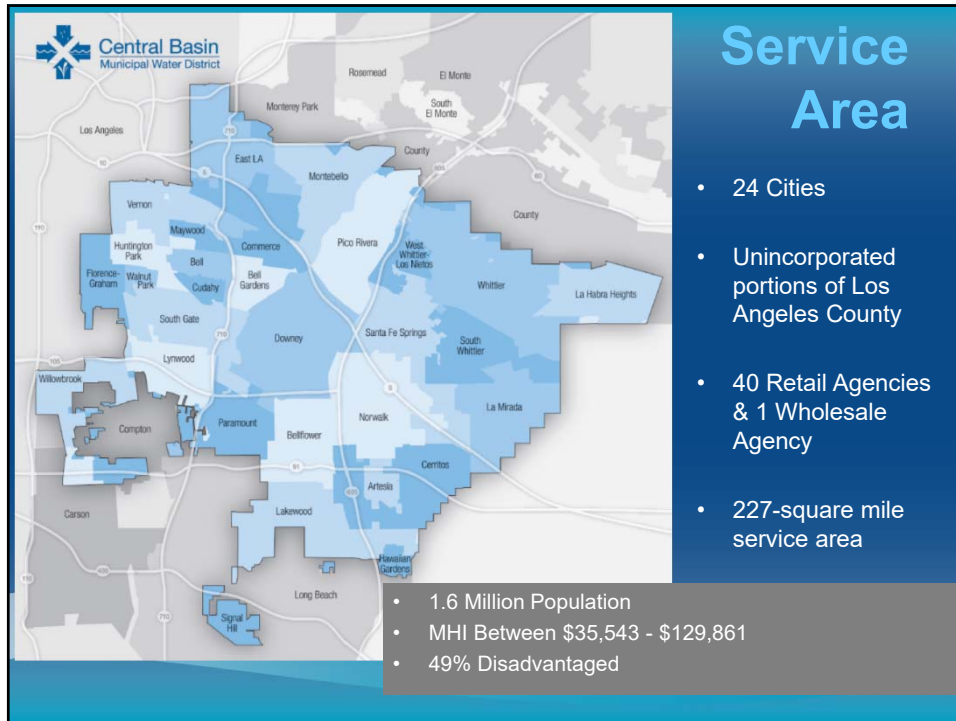
Municipal Water District of Orange County
February 7, 2018



Central Basin
Municipal Water District

What is Central Basin MWD?

- A Wholesale Municipal Water District Similar to Municipal Water District of Orange County
- Serves 1.6 million people in southeast Los Angeles County
- 40 Retail Agencies including 24 Cities and 1 Wholesale Agency
- Provides treated and untreated Metropolitan Water and Los Angeles County Sanitation District Recycled Water
- Area is 49% Disadvantaged Communities
- Community is 71% Hispanic



Central Basin Municipal Water District

Metropolitan's Current Process for Retaining Number of Directors

Current Language: Sec. 52. (a) (1) In addition to one representative, any member public agency may designate and appoint several representatives not exceeding one additional representative for each full 5 percent of the assessed valuation of property taxable for district purposes within the entire district that is within such member agency, in which event all such representatives present at a meeting of the board of directors when a vote is taken shall cast, or may abstain from casting, an equal share of the total vote to which such member public agency is entitled.

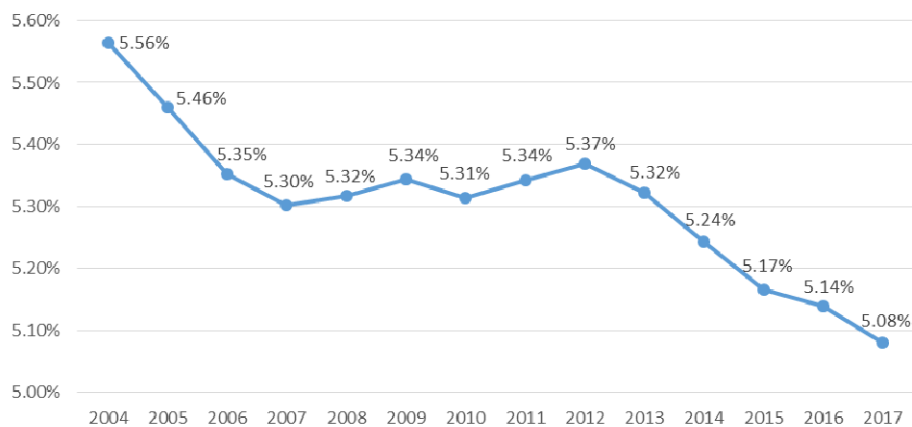


Problem/Socio-Economic Impacts

- Disadvantaged communities assessed valuations do not increase as fast as other areas with healthier economies
- Central Basin’s share of Metropolitan assessed valuation is down to 5.08%
- By August 2018 or 2019, it will drop below 5.0% and Central Basin will lose a Metropolitan Director
- Central Basin will have one Director for 1.6 million people
- West Basin MWD will keep two Directors for 800,000 people



Central Basin MWD Assesed Valuation Percent



Member Agency	*Assessed Valuation Amount Certified	Percent of Total	** Vote Entitlement	*** Director Entitlement
Anaheim	\$ 42,993,014,051	1.58%	4,299	1
Beverly Hills	31,895,476,543	1.17%	3,190	1
Burbank	22,990,151,288	0.84%	2,299	1
Calleguas MWD	98,445,631,526	3.61%	9,845	1
Central Basin MWD	138,379,271,962	5.08%	13,838	2
Compton	4,234,240,661	0.16%	423	1
Eastern MWD	73,237,701,420	2.69%	7,324	1
Foothill MWD	17,566,634,780	0.64%	1,757	1
Fullerton	18,756,660,502	0.69%	1,876	1
Glendale	30,029,644,450	1.10%	3,003	1
Inland Empire Utilities Agency	103,526,344,608	3.80%	10,353	1
Las Virgenes MWD	24,174,811,240	0.89%	2,417	1
Long Beach	47,696,807,330	1.75%	4,770	1
Los Angeles	554,948,425,775	20.37%	55,495	5
MWD of Orange County	467,416,621,748	17.15%	46,742	4
Pasadena	28,739,699,319	1.05%	2,874	1
San Diego County Water Authority	476,434,806,733	17.48%	47,643	4
San Fernando	1,840,290,971	0.07%	184	1
San Marino	6,210,380,782	0.23%	621	1
Santa Ana	25,029,709,135	0.92%	2,503	1
Santa Monica	34,217,426,863	1.26%	3,422	1
Three Valleys MWD	65,103,319,300	2.39%	6,510	1
Torrance	27,551,578,679	1.01%	2,755	1
Upper San Gabriel Valley MWD	98,685,468,265	3.62%	9,869	1
West Basin MWD	186,639,004,964	6.85%	18,664	2
Western MWD	98,209,800,386	3.60%	9,821	1
TOTAL ASSESSED VALUATIONS WITHIN METROPOLITAN	\$ 2,724,952,923,281	100%	272,497	38



Central Basin
Municipal Water District

Proposed Solution

- Provide an alternative per-population based method for determining number of Directors allocated
- Does not affect existing voting structure
- A complementary “either” - “or” option
- Zero change for other Member Agencies

Metropolitan Member Agency	Current AV Methodology (A)			Alternative Population Methodology (B)			Greater of A or B	Change
	Assessed	Percent	Director	Estimated	Percent of	Director		
	Valuation	of AV	Entitlement	Population	Population	Entitlement		
Anaheim	42,993	1.58%	1	362,717	1.96%	1	1	0
Beverly Hills	31,896	1.17%	1	42,699	0.23%	1	1	0
Burbank	22,99	0.84%	1	108,229	0.58%	1	1	0
Calleguas	98,446	3.61%	1	627,572	3.39%	1	1	0
Central Basin	138,379	5.08%	2	1,563,063	8.45%	2	2	0
Compton	4,234	0.16%	1	90,070	0.49%	1	1	0
Eastern	73,238	2.69%	1	775,170	4.19%	1	1	0
Foothill	17,567	0.64%	1	81,504	0.44%	1	1	0
Fullerton	18,757	0.69%	1	132,809	0.72%	1	1	0
Glendale	30,03	1.10%	1	182,998	0.99%	1	1	0
Inland Empire	103,526	3.80%	1	825,309	4.46%	1	1	0
Las Virgenes	24,175	0.89%	1	69,516	0.38%	1	1	0
Long Beach	47,697	1.75%	1	480,071	2.59%	1	1	0
Los Angeles	554,948	20.37%	5	3,932,682	21.25%	5	5	0
MWDOC	467,416	17.15%	4	2,294,961	12.40%	3	4	0
Pasadena	28,74	1.05%	1	165,208	0.89%	1	1	0
San Diego	476,435	17.48%	4	3,104,798	16.78%	4	4	0
San Fernando	1,84	0.07%	1	24,191	0.13%	1	1	0
San Marino	6,21	0.23%	1	13,311	0.07%	1	1	0
Santa Ana	25,03	0.92%	1	331,070	1.79%	1	1	0
Santa Monica	34,217	1.26%	1	91,094	0.49%	1	1	0
Three Valleys	65,103	2.39%	1	516,096	2.79%	1	1	0
Torrance	27,551	1.01%	1	136,260	0.74%	1	1	0
Upper San Gabriel	98,685	3.62%	1	858,868	4.64%	1	1	0
West Basin	186,639	6.85%	2	810,775	4.38%	1	2	0
Western	98,21	3.60%	1	886,128	4.79%	1	1	0
TOTAL	2,724,952	100.00%	38	18,507,169	100.00%	36	38	0




Central Basin
Municipal Water District

Proposed Language

52. (B) A member public agency may designate and appoint several representatives, not to exceed one additional representative for each full 5 percent of the population within the entire district that is within that member public agency. The district shall calculate the number of additional representatives under this paragraph using information provided by the Department of Finance and other pertinent population data.

(2) If additional representatives are designated and appointed pursuant to subparagraph (B) of paragraph (1), that number shall be recalculated once every 10 years, in the year immediately following a United States Census.


(b) At a board of directors meeting where a vote is taken, all representatives present at the meeting shall cast, or may abstain from casting, an equal share of the total vote to which the member public agency is entitled.



Central Basin
Municipal Water District

Concerns


PROBLEM	ANSWER
Potential for mischief in opening up the Metropolitan Act	Author, Assembly Majority Leader and President Pro Tem of Senate are from our service area
Too many Metropolitan Directors	Possibly 2-3 more in 20 years
Timing is bad	Perfect time with Leadership from our service area and San Diego lawsuit is settled



Central Basin
Municipal Water District


Request

Central Basin Municipal Water District would like the support of the Municipal Water District of Orange County for this Bill.



Central Basin
Municipal Water District

Questions?



Central Basin
Municipal Water District

Thank you.

Kevin P. Hunt, P.E.
(323) 201-5548
kevinh@centralbasin.org

www.centralbasin.org