



WEST BASIN MUNICIPAL WATER DISTRICT
17140 S. Avalon Blvd., Suite 210
Carson, CA 90746

AGENDA NO. 13

NOVEMBER 10, 2010 – Finance
Smith (Chair), Dear
NOVEMBER 22, 2010 – Board Meeting
Prepared by: Mary-Ann Rexroad
Submitted by: Margaret Moggia
Approved by: Rich Nagel

ACTION CALENDAR

DEBT MANAGEMENT POLICY AMENDMENT

SUMMARY:

In February 2010, the West Basin Municipal Water District (West Basin) Board adopted a Debt Management Policy to guide West Basin on the issuance, management, evaluation and reporting of its debt obligations. A Debt Management Policy assists West Basin in establishing guidelines for the issuance and management of its outstanding debt and helps protect and enhance West Basin's credit ratings as rating agencies look favorably on those entities that have adopted applicable financial policies.

In reviewing the Debt Management Policy with West Basin's financial team, several recommendations have been proposed and incorporated (highlighted) in the Debt Management Policy (Exhibit "A"). The recommended changes have been reviewed by District's Legal Counsel, Bond Counsel and Financial Advisor.

STRATEGIC BUSINESS PLAN IMPLEMENTATION:

Goal 4: Sound Financial and Resources Management – West Basin is committed to efficient business operations, financial planning, and asset management.

FISCAL IMPACTS:

Amending the Debt Management Policy will guide West Basin to protect and enhance its credit ratings.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

COMMITTEE STATUS:

This item was reviewed by the Finance Committee on November 10, 2010 and recommended for approval at the November 22, 2010 Board meeting.

RECOMMENDED MOTION:

That the Board of Directors approves amending the West Basin Municipal Water District Debt Management Policy and approves, adopts and authorizes the President to sign Resolution No. 11-10-936 "A RESOLUTION OF THE BOARD OF THE DIRECTORS OF WEST BASIN MUNICIPAL WATER DISTRICT AMENDING RESOLUTION NO. 06-07-859 (ADMINISTRATIVE CODE) AS IT RELATES TO THE DISTRICT'S DEBT MANAGEMENT POLICY".

LIST OF EXHIBITS:

Exhibit "A" – Debt Management Policy

Exhibit "B" – Resolution No. 11-10-936

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