

ADOPTED AS AMENDED 3/7/17 BOARD MEETING.
SEE ATTACHED AMENDED MOTION

RESOLUTION NO. 017179

RESOLUTION OF THE BOARD OF WATER AND POWER
COMMISSIONERS OF THE CITY OF LOS ANGELES

MAKING CERTAIN FINDINGS AND DETERMINATIONS; AUTHORIZING THE
SUBMISSION OF AN APPLICATION TO THE SOUTHERN CALIFORNIA
PUBLIC WATER AUTHORITY TO FINANCE COSTS OF UTILITY
PROJECTS; IDENTIFYING UTILITY PROJECTS TO BE
FINANCED; ESTABLISHING THE PARAMETERS OF
RATE REDUCTION BONDS AND PROVIDING
FOR CERTAIN OTHER MATTERS

BE IT RESOLVED BY THE BOARD OF WATER AND POWER COMMISSIONERS OF
THE CITY OF LOS ANGELES:

Section 1. Pursuant to Government Code Section 6588.7(b)(1) and Section 6588.7(c), the Board of Water and Power Commissioners of the City of Los Angeles (the "Board") hereby finds and determines:

(a) The projects attached hereto as Exhibit A (the "Projects") are utility projects as defined in Government Code Section 6585 and applied in Government Code Section 6588.7 and pursuant to Government Code Section 6588.7(d)(2) such determination shall be final and conclusive.

(b) The Board is hereby electing to finance costs of all or a portion of the Projects pursuant to Government Code Section 6588.7(c) and the financing costs associated with the financing are to be paid from utility project property, including the utility project charge for the rate reduction bonds issued for the Projects in accordance with Government Code Section 6588.7(c).

(c) Based on information available to, and projections used by, the Board, the rates of the Department of Water and Power (the "Department") for retail water services plus the utility project charge resulting from the financing of the Projects with rate reduction bonds are expected to be lower than the water rates of the Department if the Projects were financed with bonds payable from the water revenue fund of the Department.

(d) Bonds payable from the Water Revenue Fund of the Department are rated investment grade by a nationally recognized rating agency.

Section 2. Subject to the limitations set forth in Section 3 hereof, the Board hereby authorizes the submission of an application (the "Application") to the Southern California Public Water Authority (the "Authority") to finance the Projects with rate reduction bonds pursuant to Government Code Section 6588.7.

Section 3. The Projects all or a portion of which may be financed by rate reduction bonds are described in Exhibit A attached hereto. The maximum principal amount of the rate reduction bonds shall not exceed Seven Hundred Seventy-Two Million Dollars (\$772,000,000), the maximum interest rate shall not exceed twelve percent (12%), and the maximum term of the rate reduction bonds shall not exceed forty-five years.

Section 4. All terms not otherwise defined herein shall have the meanings set forth in Government Code Section 6585.

Section 5. The Chief Accounting Employee of the Department is authorized and directed to draw on the water revenue fund for demands related to the Application and other costs and expenses of the Authority related to the financing of the Projects with rate reduction bonds. Such advances shall be made for costs and expenses incurred prior to the issuance of the rate reduction bonds and such advances shall be subject to reimbursement from the proceeds of rate reduction bonds.

Section 6. Pursuant to Section 4 of Ordinance No. 184369, the Secretary of this Board shall forthwith transmit a certified copy of this Resolution to the City Council for approval and, upon City Council approval, the Department shall submit the Application to the Authority to finance costs of the Projects specified in this Resolution with rate reduction bonds.

Section 7. Department staff are directed to provide information on the status of the Rate Reduction Bond Program as part of their regular semi-annual reporting to the Board.

I HEREBY CERTIFY that the foregoing is a full, true and correct copy of a resolution adopted by the Board of Water and Power Commissioners of the City of Los Angeles at its meeting held MAR 07 2017

APPROVED AS TO FORM AND LEGALITY
MICHAEL N. FEUER, CITY ATTORNEY

MAR 08 2017
BY Richard Tom
RICHARD TOM
ASSISTANT GENERAL COUNSEL

Yvette L. Fung
Secretary

Exhibit A
Water System Capital Projects Qualified as Utility Projects
Fiscal Years 2016-17 and 2017-18

OWENS VALLEY REGULATORY

(43) 22403 SUPPLMNTL DUST CNTRL DEVT

- 23220 - OWENS LAKE PHASE 7
- 23309 - OWENS LAKE - MOAT & ROW
- 23527 - OWENS LAKE DUST MITIGATION PH9 & 10
- 41030 - OWENS LAKE DUST MITIGATION PHASE 7A

(45) 21146 OWENS LAKE MASTER PROJECT

- 41042 - OWENS LAKE MASTER PROJECT -

(45) 22402 OWENS VALLEY DUST MITIGAT

- 10040 - OWENS LAKE DUST MITIGATION PROGRAM.
- 10044 - PHASE 3 - SOUTH
- 10049 - SCADA SYSTEM DEVELOPMENT & TELEMETRY
- 10050 - OWENS LAKE GROUNDWATER DEVELOPMENT
- 56105 - OWENS LAKE EFFICIENCY MEASURES

FI 22150 Eastern Sierra Environmental

- 41041 - GRANT LAKE SPILLWAY MODIFICATIONS
- 51110 - MISC. EASTERN SIERRA ENVIRONMENT
- 52003 - INYO CO/LA STIPULATIONS

WATER QUALITY

(43) 23222 WQIP TRUNKLINE IMPRVEMNTS

- 20045 - STONE-HOLLYWOOD TRUNK LINE UNIT 4
- 20052 - MWD LA-37 CONN (HATTERAS)
- 23070 - SILVER LAKE BYPASS TUNNEL & REG STN
- 23105 - CITY T/L REPLACEMT SOUTH, UNIT 1
- 23107 - PARTHENIA T/L
- 23116 - CITY TRUNK LINE SOUTH UNIT 2
- 23117 - CITY TRUNK LINE SOUTH UNIT 3
- 23118 - CITY TRUNK LINE SOUTH UNIT 4
- 23134 - SEPUL T/L UNIT 3 EXT
- 23135 - GRANADA TL(BALBOA BL TO DESOTO RES)
- 23151 - FIRST STREET TRUNK LINE
- 23190 - CITY TRUNK LINE SOUTH UNIT 5
- 23204 - MWD LA-30 CONNECTION (VENICE)
- 23210 - CITY TRUNK LINE SOUTH UNIT 6

Exhibit A
Water System Capital Projects Qualified as Utility Projects
Fiscal Years 2016-17 and 2017-18

23312 - ELYSIAN RESERVOIR INLET LINE
23433 - RSC IMPVT UPPER REACH UNIT 5 AND 6
23435 - RIVER SUPPLY CONDUIT UPPER REACH 7
23453 - RIVER SUPPLY CONDUIT(RSC)LR#1A EAST
23454 - RIVER SUPPLY CONDUIT LOWER REACH 1B
23455 - RIVER SUPPLY CONDUIT LOWER REACH 2B
23456 - RIVER SUPPLY CONDUIT LOWER REACH 3
23457 - RIVER SUPPLY CONDUIT LOWER REACH 4
23515 - RIVER SUPPLY CONDUIT(RSC)LR#1A WEST

(43) 24130 CHLOR STATION INSTALLATNS

23233 - CHLORAMINE CONVERSION IMPLEMENTATION
23234 - MULLHOLAND PUMP STATION RPLCMT PROJ
23236 - VAN NORMAN CHLORAMINATION STATION 1
23237 - VAN NORMAN CHLORAMINATION STATION 2
23239 - NORTH HOLLYWOOD AMMONIATION STATION
23240 - POLLOCK WELLS AMMONIATION STATION
23241 - MISSION WELLS CHLORAMINATION STATION
23242 - 99TH ST.WELLS CHLORAMINATION
23243 - MANHATTAN WELLS AMMONIATION STATION
23244 - TANK & RESVR NITRIFICATION CTRL PLAN

(43) 29130 WQIP RESV IMPRVTS

20049 - LAAFP UV DISINFECTION PLANT
20054 - VAN NORMAN COMPLEX IMPROVEMENTS -
20056 - SANTA YNEZ WQIP
20058 - L.A. RES. UV DISINFECTION PLANT
23067 - HEADWORKS RESERVOIR
23069 - HEADWORKS ECO-SYSTEM RESTORATION
23072 - STONE CANYON RESVR.SO.DEBRIS BASIN
23075 - HEADWORKS WEST RESERVOIR
23202 - UPPER STONE CYN.RES WQIP
23214 - SECOND RIVERSIDE TRUNK LINE PROJECT
23432 - ELYSIAN RESERV'R WTR QUAL IMPROVMT
23508 - LA RES WQIP-BULL CREEK EXT REALIGNM
41035 - LOS ANGELES RESERVOIR SHADE BALLS.

(44) 27215 METER REPLACEMENT PROGRAM

30053 - METER REPLACEMENT PROGRAM -

Exhibit A
Water System Capital Projects Qualified as Utility Projects
Fiscal Years 2016-17 and 2017-18

(45) 24310 WTR TREATMENT IMPRVTS

20057 - LAAFP ENHANCED COAGULATION
23259 - LA AQUEDUCT SYS LONG TERM SEDIMENT
23280 - CORROSION CONTROL REQUIREMENT
23517 - EAGLE ROCK RESERVOIR OUTLET CHLORINATION VAULTS
30032 - RESERVOIRS & TANK MINOR A & B
40036 - FLUORIDATION STATIONS
40039 - WATER TREATMENT A&B
56044 - FRANKLIN CANYON CORROSION CONTROL
56045 - HOLLYWOOD TEMP. CORROSION CONTRL. STN
56046 - VAN NORMAN COMPLEX CORROSION CONTROL STATION

(48) 24316 GRNDWTR REMEDTN & CLEANUP

20084 - SF BASIN GROUNDWATER SYS IMPVMT
41031 - NO. HOLLYWOOD CENTRALIZED TREATMENT
41032 - NORTH HOLLYWOOD WEST WELLHEAD
41033 - TUJUNGA CENTRALIZED TREATMENT
41044 ADVANCED OXIDATION PROCESS
56006 - SN FERN GW BASN REME - PROP. ACQUISTN
56021 - MANHATTAN WELLFIELD GROUNDWATER REME
56022 - MISSION WELLFIELD GROUNDWATER REMEDI
56023 - TUJUNGA WELLFIELD PILOT STUDY
56024 - POLLOCK WELLFIELD GROUNDWATER REMEDI
56026 - HEADWORKS WELLFIELD GROUNDWATER REME
56027 - LOMITA WELLFIELD GROUNDWATER REMEDIA
56028 - HOLLYWOOD BASIN REMEDIATION AND
56029 - SANTA MONICA BASIN REMEDIATION AND
56030 - VERDUGO BASIN REMEDIATION & CLEANUP
56031 - VERDUGO WELLFIELD REMEDIATION AND
56032 - ERWIN WELLFIELD REMEDIATION AND
56033 - WHITNALL WELLFIELD REMEDIATION AND
56039 - CENTRAL BASIN WELLFIELD GROUNDWATER
56041 - MONITORING WELL INSTALLATION FOR REM

WATER CONSERVATION

(11) 28204 WATER CONSRVTN-WTR FUNDED

Y5083 - WATER EFFICIENT LANDSCAPING
Y5084 - ISS WORK FOR WATER-FUNDED
Y5085 - WATER CONSERVATION INCENTIVES

VERBAL MOTION

I MOVE that Item No. 26 on the March 7, 2017, Commission Agenda relative to a resolution approving Authorization to Submit a Financing Application to the Southern California Public Water Authority to Issue up to \$772 Million of Rate Reduction Bonds., **BE AMENDED**, to add the following Section 7, as follows:

“Department staff are directed to provide information on the status of the Rate Reduction Bond Program as part of its regular semi-annual reporting to the Board.”

Moved by: Christina E. Noonan

Seconded by: Mel Levine

Approved by the Board of Water and Power Commissioners at its Regular Meeting on March 7, 2017: Ayes: 5, Absent: None

By: Barbara E. Moschos

Barbara E. Moschos, Board Secretary