



NOTICE OF MEETING

NOTICE IS HEREBY GIVEN THAT A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE MARIN MUNICIPAL WATER DISTRICT FINANCING AUTHORITY WILL BE HELD AS FOLLOWS:

- MEETING DATE:** TUESDAY, January 2, 2018
- TIME:** Approximately 8:20 p.m. or immediately following the MMWD Financing Corporation meeting.
- LOCATION:** 1) MMWD Board Room, 220 Nellen Ave., Corte Madera, CA 94925
2) UC Merced, 2500 North Lake Road
Science and Engineering 1, Room 236 (Director Quintero)

AGENDA

ITEM	RECOMMENDATION	APPROX. START
<input type="checkbox"/> CALL TO ORDER		8:20 p.m.
<input type="checkbox"/> ADOPT AGENDA		
<input type="checkbox"/> PUBLIC EXPRESSION*		
<input type="checkbox"/> REGULAR CALENDAR		
1. Minutes of June 20, 2017 meeting	<i>Approve</i>	8:25 p.m.
2. Confirmation of Officers	<i>Information</i>	
3. Financial update	<i>Information</i>	

ADA NOTICE AND HEARING IMPAIRED PROVISIONS: The board room is equipped with sound amplifying units for use by the hearing impaired. The units operate in conjunction with the room's sound system. You may request the personal sound amplifier from the Board Secretary for use during meetings.

In accordance with the Americans with Disabilities Act and California Law, it is the policy of the Marin Municipal Water District to offer its public programs, services, and meetings in a manner that is readily accessible to everyone, including those with disabilities. If you are disabled and require a copy of a public hearing notice, an agenda, and/or agenda packet in an appropriate alternative format, or if you require other accommodation, please contact Stephanie Eichner-Gross at (415) 945-1448, at least two days in advance of the meeting. Advance notification within this guideline will enable the district to make reasonable arrangements to ensure accessibility.

OFFICERS: Larry Bragman; Jack Gibson; Cynthia Koehler; Armando Quintero, Larry Russell

**Anyone wishing to speak on an item other than those listed on this agenda will be recognized at this time. We ask any person wishing to be heard to come to the podium to address the board and state your name and address for the public record. A 3-minute limit is customary; however the committee chair may adjust the actual time allotted to accommodate the number of speakers.*

**INFORMATION PACKETS ARE AVAILABLE FOR REVIEW AT THE CIVIC CENTER LIBRARY, CORTE
MADERA LIBRARY, FAIRFAX LIBRARY, MILL VALLEY LIBRARY, MMWD OFFICE, AND MMWD
WEBSITE (MARINWATER.ORG)**



**MARIN MUNICIPAL
WATER DISTRICT**

ITEM No. 1

MEETING DATE: January 2, 2018

FINANCING AUTHORITY

MEETING: Board of Directors

STAFF REPORT

SUBJECT: Minutes of Board Meeting

SUBMITTED BY: Charles Duggan Jr., Treasurer

RECOMMENDED ACTION: Approve the Minutes of June 20, 2017

EXECUTIVE SUMMARY: Minutes of the June 20, 2017 meeting are attached for approval.

REVIEWED BY: Treasurer [] NA [X]
General Counsel [] NA [X]
Executive Director [X] NA []

ATTACHMENTS:

1. Minutes

**THE BOARD OF DIRECTORS
OF MARIN MUNICIPAL WATER DISTRICT
MEETING AS THE MMWD FINANCING AUTHORITY**

Minutes of the meeting of the Board of Directors of the MMWD Financing Authority held on June 20, 2017.

Directors present: Larry Bragman, Armando Quintero and Larry Russell

Directors absent: John C. Gibson and Cynthia Koehler

CALL TO ORDER

President Russell called the meeting of the MMWD Financing Authority to order at 8:32 p.m.

ADOPT AGENDA

The agenda was adopted on motion of Director Bragman, seconded by Director Quintero, and the following vote:

Ayes: Directors Bragman, Quintero and Russell
Noes: None
Absent: Directors Gibson and Koehler
Abstain: None

PUBLIC EXPRESSION

None.

ITEM 1 MINUTES

On motion of Director Quintero, seconded by Director Bragman, the Board approved the minutes of June 6, 2017 as presented by the following vote:

Ayes: Directors Bragman, Quintero and Russell
Noes: None
Absent: Directors Gibson and Koehler
Abstain: None

ITEM 2 RESOLUTION NO. 9 AUTHORIZING THE ISSUANCE AND SALE OF WATER REVENUE BONDS TO ASSIST THE MARIN MUNICIPAL WATER DISTRICT IN THE FINANCING OF WATER SYSTEM IMPROVEMENTS, APPROVING THE FORM AND AUTHORIZING EXECUTION AND DELIVERY OF AN INDENTURE, AN INSTALLMENT SALE AGREEMENT AND A BOND PURCHASE AGREEMENT, APPROVING THE FORM AND AUTHORIZING THE DISTRIBUTION OF A PRELIMINARY OFFICIAL STATEMENT AND APPROVING RELATED ACTIONS

Charlie Duggan, Treasurer, presented the staff report requesting authorization for the issuance and sale of revenue bonds by the Authority to finance various capital infrastructure improvement projects for the Marin Municipal Water District. The bonds to be issued by the Authority will not exceed \$42 million.

On motion of Director Bragman seconded by Director Quintero, the Board approved Resolution No. 9 by the following vote:

Ayes: Directors Bragman, Quintero and Russell
Noes: None
Absent: Directors Gibson and Koehler
Abstain: None

ADJOURNMENT

There being no further business, the meeting of June 20, 2017 was adjourned at 8:34 p.m.

Secretary



STAFF REPORT

SUBJECT: Marin Municipal Water District Financing Authority Officers

SUBMITTED BY: Charles Duggan Jr., ASD Manager/Treasurer

RECOMMENDED ACTION: Information only.

EXECUTIVE SUMMARY: Summary of the authority's officers.

BACKGROUND: There is no requirement to hold an annual election of officers of the Marin Municipal Water District Financing Authority (Authority). This item is solely to recognize and inform the public and the Board of Directors regarding officers of the Authority in accordance with the Authority's Bylaws.

Section 2.1-2.7 – Officers, and Confirmation of Officers, of the Bylaws of MMWD Financing Authority (“Authority”) dated April 21, 2010, state:

Section 2.1 – The officers of the Authority shall be the President, Vice President, Executive Director, Secretary and Treasurer.

Section 2.2 – President - The President of the Authority shall be the member who is the President of the Board of Directors of MMWD. The term of office shall be the same as the term of the President of the Board of Directors of MMWD.

Section 2.3 – Vice President - The Vice President of the Authority shall be the member who is the Vice President of the Board of Directors of MMWD. The term of office shall be the same as the term of the Vice President of the Board of Directors of MMWD.

Section 2.4 – Executive Director - The General Manager of MMWD is hereby designated as the Executive Director of the Authority.

Section 2.5 – Secretary – The Secretary shall be the person who is the Secretary to the Board of Directors of MMWD.

Section 2.6 – Treasurer – The Administrative Services Division Manager of MMWD is hereby designated as the Treasurer of the Authority.

Section 2.7 – Confirmation of Officers – Confirmation of officers shall be the first order of business at the first meeting of the Authority, regular or special, held in each calendar year.

REVIEWED BY: ASD Manager/Treasurer NA
 General Counsel NA
 General Manager NA

ATTACHMENTS:

1. None.



STAFF REPORT

SUBJECT: Marin Municipal Water District Financing Authority Financial Update

SUBMITTED BY: Charles Duggan Jr., Administrative Services Div. Manager/Treasurer

RECOMMENDED ACTION: Information only

EXECUTIVE SUMMARY: Financial update for the calendar year 2017.

BACKGROUND:

On May 15, 2012 the Authority issued the Water Revenue Bonds (2012 Series A) in the amount of \$85,000,000. The proceeds of the Revenue Bonds (2012 Bonds) were then used by MMWD under the terms of the Installment Sale Agreement between the two entities dated May 3, 2012. The proceeds of the issue were used to refund \$16.5 million of the outstanding Marin Municipal Water District Water Revenue Refunding Bonds, Series 2002 bonds, advance refund a portion of the outstanding Certificates of Participation, 2004 Financing Project of \$21.6 million, finance \$54.6 million in MMWD capital projects and pay certain costs incurred in connection with issuance, sale and delivery of the bonds.

On November 15, 2016 the Authority issued the Refunding Revenue Bonds (2016 Series) in the amount of \$31,380,000. The proceeds of the Refunding Revenue Bonds (2016 Bonds) were then used by MMWD under the terms of the Installment Sale Agreement between the two entities dated November 1, 2016. The proceeds of the issue were used to refund, on an advance basis, the Marin Municipal Water District Financing Authority Water Revenue Bonds, Series 2010, which were outstanding in the principal amount of \$31.14 million.

On August 1, 2017 the Authority issued the Water Revenue Bonds (2017 Series) in the amount of \$36,120,000. The proceeds of the Revenue Bonds (2017 Bonds) were then used by MMWD under the terms of the Installment Sale Agreement between the two entities dated as of August 1, 2017. The proceeds of the issue are used to finance \$41.20 million in MMWD capital projects and pay certain costs incurred in connection with issuance, sale and delivery of the bonds. The obligation of the District to make installment payments is subordinate to payments the District makes in connection with bonds issued by the Authority to finance and refinance projects of the District issued in 2012 and 2016. This issue is subordinate to the prior issues to provide flexibility to the District for future borrowings. The District covenanted in the 2017 Installment Sale Agreement that it will not issue any obligations senior to the 2017 Bonds. U.S. Bank is the trustee.

Debt Service Payments

In addition to the issuance of the 2017 bonds, debt service payments were made during 2017. Semi-annual debt service payments are made on January 1 and July 1 of every year. Interest payments are made every January 1 and July 1, and principal payments are made once a year on July 1.

Below is a summary of the debt service payments funded in calendar year 2017 for the 2012 and 2016 debt issues.

2012 Bonds Debt Service Payments in CY 2017			
Due Date	Interest	Principal	Total
July 1, 2017	\$1,877,538.75	\$1,860,000.00	\$3,737,538.75
January 1, 2018	\$1,849,638.75	\$0.00	\$1,849,638.75
Total			\$5,587,177.50

2016 Bonds Debt Service Payments in CY 2017			
Due Date	Interest	Principal	Total
July 1, 2017	\$868,602.01	\$0.00	\$868,602.01
January 1, 2018	\$740,987.50	\$0.00	\$740,987.50
Total			\$1,609,589.51

Annual principal payments on the 2016 Bonds do not begin until July 1, 2030.

2017 Bonds Debt Service Payments in CY 2017			
Due Date	Interest	Principal	Total
January 1, 2018	\$708,541.67	\$0.00	\$708,541.67
Total			\$708,541.67

Capital Project Fund

In the table below is a summary of the Capital Project Funds for the 2012 and 2017 debt issues. The Capital Project Fund for the 2012 Bonds was fully spent as of December 31, 2017. The activity for calendar year 2017 included withdrawals of monies to fund MMWD capital projects. Interest income is netted against withdrawals.

As of December 31, 2017, the 2017 Bond Capital Project Fund balance is \$37,000,000.

Capital Project Funds (in millions)		
	<u>2012 Bonds</u>	<u>2017 Bonds</u>
Balance as of 12/31/16	\$ 2.40	\$ 0.00
2017 Bond Issue (with premium)		42.00
Withdrawals	<u>(2.40)</u>	<u>(5.00)</u>
Balance as of 12/31/17	<u>\$ 0.00</u>	<u>\$ 37.00</u>

Future Scheduled Events

Below are the scheduled debt service payments to be funded through December 31, 2018 for 2012, 2016 and 2017 debt issues. Revenue for subsequent debt service payments will be generated from payments received from MMWD in accordance with each of the applicable Installment Sale Agreements.

2012 Bonds Debt Service Payments			
Due Date	Interest	Principal	Total
July 1, 2018	\$1,849,638.75	\$1,910,000.00	\$3,759,638.75
January 1, 2019	\$1,811,438.75	\$0.00	\$1,811,438.75
Total			\$5,571,077.50

2016 Bonds Debt Service Payments			
Due Date	Interest	Principal	Total
July 1, 2018	\$740,987.50	\$0.00	\$740,987.50
January 1, 2019	\$740,987.50	\$0.00	\$740,987.50
Total			\$1,481,975.00

2017 Bonds Debt Service Payments			
Due Date	Interest	Principal	Total

July 1, 2018	\$850,250.00	\$735,000.00	\$1,585,250.00
January 1, 2019	\$842,900.00	\$0.00	\$842,900.00
Total			\$2,428,150.00

REVIEWED BY: ASD Manager/Treasurer NA
 General Counsel NA
 General Manager NA

ATTACHMENTS:

1. None.