



November 29, 2017

**Attention: Administrative and Finance Committee**

**Adopt the Vote Entitlements Resolution for Calendar Year 2018. (Action)**

**Staff recommendation**

Adopt Resolution 2017-\_\_ establishing the vote and representative entitlements of each member agency effective January 1, 2018.

**Alternative**

None.

**Purpose**

The purpose of this action is to adopt the vote entitlement percentage and to establish the representative entitlement for each member agency for Calendar Year 2018.

**Fiscal Impact**

None.

**Background**

In 1997, an amendment to the County Water Authority Act (Act) changed the basis for calculating member agency vote entitlements from the assessed value of all properties within the Water Authority service area to the total financial contribution by each member agency. The vote entitlement of each member agency is calculated as one vote for each \$5 million of total financial contribution.

Total financial contribution includes all amounts in taxes, assessments, fees, and charges paid directly by or on behalf of the member agency to the Water Authority and the Metropolitan Water District with respect to properties located within the boundaries of each member agency. These amounts include standby charges, capacity charges, infrastructure access charges, readiness-to-serve charges, maintenance fees, annexation fees, and charges for water delivered and sold to member agencies by the Water Authority. Total financial contribution excludes surcharges for water treatment.

Each year on January 1, the Board of Directors reestablishes the vote entitlements of member agencies based on data from the most recently completed fiscal year.

The Act also provides for each member agency to have at least one representative on the Board of Directors. Each member agency may also designate and appoint one additional representative for each full five percent of total Water Authority assessed value of all properties within the member agency service area.

Each year on January 1, the Board of Directors reestablishes the numbers of member representatives based on the most recent assessed values certified by the County of San Diego Auditor and Controller.

*Previous Board action: Adopted the Vote Entitlements Resolution for Calendar Year 2017 on December 8, 2016.*

## **Discussion**

The cumulative total financial contribution as of June 30, 2017 was \$12,815,686,182 and the total vote entitlement for the Calendar Year 2018 is 2,563.137. The cumulative total financial contribution is calculated by adding the total member agency financial contribution for the fiscal year ended June 30, 2017 to the cumulative total member agency financial contribution as of June 30, 2016. The total vote entitlement is the cumulative total financial contribution divided by \$5 million.

Attachment A of the Resolution lists the cumulative total financial contribution by member agency as of June 30, 2017 and the vote entitlements by member agency for Calendar Year 2018.

The total member agency representative entitlement for Calendar Year 2018 is thirty-six (36). The member agency representative entitlements are based on assessed values certified by the County of San Diego, Auditor and Controller, as of June 30, 2017. The number of Carlsbad representative remains with two representatives based on the Calendar Year 2018 calculation.

Attachment B of the Resolution lists the representative entitlement of each member agency. In summary, the City of San Diego has ten representatives; Carlsbad, Helix Water District and Otay Water District each have two representatives and the remaining member agencies each have one representative.

Prepared by: Priscilla Tam, Accounting Technician  
Reviewed by: Christopher Woidzik, Controller  
Reviewed by: Lisa Marie Harris, Director of Finance/Treasurer  
Approved by: Sandra L. Kerl, Deputy General Manager

Attachments: Resolution No. 2017-\_\_\_Vote and Member Representative Entitlements  
Resolution for Calendar Year 2018  
- Attachment A: Vote Entitlements Effective January 1, 2018  
- Attachment B: Representative Entitlements Effective January 1, 2018

RESOLUTION NO. 2017-\_\_

RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
SAN DIEGO COUNTY WATER AUTHORITY  
ESTABLISHING THE NUMBER OF VOTES BY REPRESENTATIVES  
OF MEMBER AGENCIES FOR CALENDAR YEAR 2018 AS DETERMINED BY TOTAL  
FINANCIAL CONTRIBUTION FOR THE FISCAL YEAR ENDING 2017 AND THE NUMBER  
OF MEMBER REPRESENTATIVES AS DETERMINED BY TOTAL ASSESSED VALUES AS  
OF JUNE 30, 2017

WHEREAS, pursuant to subdivision (i) of section 6 of the County Water Authority Act, the Board of Directors is required annually to determine the total financial contribution of each member agency and the number of member representatives; and

WHEREAS, the Finance Department has calculated and reported to the Board of Directors the total financial contribution and corresponding votes of each member agency of the Water Authority; and

WHEREAS, the number of member representatives to which a member agency is entitled is determined by percentage of assessed valuation in accordance subdivision (d) of section 6 of the County Water Authority Act and the Finance Department has calculated and reported to the Board of Directors the percentage of assessed valuation of each member agency.

NOW, THEREFORE, BE IT RESOLVED, by the Board of Directors of the Water Authority, that the number of votes allocated to each member public agency is shown in Attachment A and the number of member representatives for each public agency to the Water Authority Board of Directors is shown in Attachment B.

PASSED, APPROVED AND ADOPTED, on this 7th day of December, 2017.

Ayes:

Noes:

Abstain:

Absent:

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Mark Muir, Chair

ATTEST:

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Gary Croucher, Secretary

I, Melinda Nelson, Clerk of the Board of Directors of the San Diego County Water Authority, certify that the vote shown above is correct and this Resolution No. 2017-\_\_\_ was duly adopted at the meeting of the Board of Directors on the date stated above.

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Melinda Nelson  
Clerk of the Board

## ATTACHMENT A

### Vote Entitlement Effective January 1, 2018

<b>Member Agency</b>	<b>Total Cumulative Financial Contribution*</b>	<b>Vote Entitlement</b>	<b>Percent</b>
Carlsbad	\$458,237,841	91.648	3.58%
Del Mar	\$37,902,439	7.580	0.30%
Escondido	\$458,754,357	91.751	3.58%
Fallbrook	\$296,928,623	59.386	2.32%
Helix	\$869,449,548	173.890	6.78%
Lakeside	\$95,353,192	19.071	0.74%
National City	\$97,177,694	19.436	0.76%
Oceanside	\$656,986,846	131.397	5.13%
Olivenhain	\$411,603,017	82.321	3.21%
Otay	\$732,468,042	146.494	5.71%
Padre Dam	\$344,526,951	68.905	2.69%
Pendleton	\$12,161,262	2.432	0.09%
Poway	\$271,195,280	54.239	2.12%
Rainbow	\$512,677,067	102.535	4.00%
Ramona	\$192,701,244	38.540	1.50%
Rincon	\$186,760,530	37.352	1.46%
San Diego	\$5,101,362,929	1020.273	39.81%
San Dieguito	\$137,784,168	27.557	1.07%
Santa Fe	\$203,480,826	40.696	1.59%
South Bay	\$263,496,443	52.699	2.06%
Vallecitos	\$351,400,333	70.280	2.74%
Valley Center	\$674,077,947	134.816	5.26%
Vista	\$397,540,777	79.508	3.10%
Yuima	\$51,658,824	10.332	0.40%
<b>Total</b>	<b>\$12,815,686,182</b>	<b>2563.137</b>	<b>100.00%</b>

\* Cumulative Total Financial Contribution equals Cumulative total Financial Contribution as of June 30, 2016 plus total Member Agency Financial Contribution for fiscal year ended June 30, 2017.

**ATTACHMENT B**

**Representative Entitlement  
Effective January 1, 2018**

<b>Assessed Valuation, June 30 2017</b>					
<b>Member Agency</b>	<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>	<b>Percent</b>	<b>Member Representative</b>
Carlsbad	\$ 24,313,889,864	\$ 963,841,807	\$ 25,277,731,671	5.09%	2
Del Mar	3,483,903,540	21,779,886	\$ 3,505,683,426	0.71%	1
Escondido	8,148,329,983	257,813,036	\$ 8,406,143,019	1.69%	1
Fallbrook	3,815,842,562	38,181,279	\$ 3,854,023,841	0.78%	1
Helix	25,087,940,678	666,034,755	\$ 25,753,975,433	5.18%	2
Lakeside	2,514,800,108	114,669,855	\$ 2,629,469,963	0.53%	1
National City	3,863,154,117	213,539,289	\$ 4,076,693,406	0.82%	1
Oceanside	22,077,207,148	512,847,104	\$ 22,590,054,252	4.54%	1
Olivenhain	22,325,974,503	299,955,295	\$ 22,625,929,798	4.55%	1
Otay	29,439,798,273	636,302,225	\$ 30,076,100,498	6.05%	2
Padre Dam	10,815,572,630	266,694,846	\$ 11,082,267,476	2.23%	1
Pendleton*	31,975,590	22,455,214	\$ 54,430,804	0.01%	1
Poway	10,040,291,856	378,143,522	\$ 10,418,435,378	2.10%	1
Rainbow	4,380,952,564	28,408,213	\$ 4,409,360,777	0.89%	1
Ramona	4,173,398,261	42,744,607	\$ 4,216,142,868	0.85%	1
Rincon	9,160,352,651	246,013,576	\$ 9,406,366,227	1.89%	1
San Diego	232,883,135,900	10,197,439,844	\$ 243,080,575,744	48.89%	10
San Dieguito	9,728,720,083	159,514,665	\$ 9,888,234,748	1.99%	1
Santa Fe	10,897,837,504	70,278,848	\$ 10,968,116,352	2.21%	1
South Bay	10,266,120,147	317,242,033	\$ 10,583,362,180	2.13%	1
Vallecitos	14,663,654,062	370,119,207	\$ 15,033,773,269	3.02%	1
Valley Center	4,440,877,233	27,277,659	\$ 4,468,154,892	0.90%	1
Vista	13,732,004,863	535,333,088	\$ 14,267,337,951	2.87%	1
Yuima	373,794,032	5,144,964	\$ 378,938,996	0.08%	1
<b>Total</b>	<b>\$ 480,659,528,152</b>	<b>\$ 16,391,774,817</b>	<b>\$ 497,051,302,969</b>	<b>100.00%</b>	<b>36</b>

**5% of Total Assessed Valuation is \$24,852,565,148**

Note: County of San Diego – 1 Special Representative

\*Pendleton Military Reservation is entitled to only one member representative notwithstanding total assessed valuation.

Source: Report from County of San Diego Auditor/Controller - Property tax services dated 7/04/2017. Report ID: Val Mail-01 PSVVP70@