

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

**Authorizing the Borrowing of Up to \$1,800,000,000 Pursuant to Section 609 of  
The Charter of The City of Los Angeles Through the Issuance of  
Revenue Bonds Payable from the Water Revenue Fund**

**Resolution No. 5057**

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

**Section 1.** This Board of Water and Power Commissioners of the City of Los Angeles (the "Board") hereby determines that the public interest and necessity demand that the Department of Water and Power of the City Los Angeles (the "Department") should borrow money pursuant to Section 609 of The Charter of The City of Los Angeles (the "Charter") for the purposes specified in Section 3 of this Resolution, and should issue and sell revenue bonds as herein provided (the "Bonds") payable from the Water Revenue Fund to evidence the indebtedness created by such borrowing.

**Section 2.** The Board hereby authorizes the issuance of the Bonds pursuant to the provisions of Section 609 of the Charter for the purposes specified in Section 3 of this Resolution.

**Section 3.** The Bonds are to be issued for the purpose of purchasing, redeeming, refunding or defeasing bonds, notes, revenue certificates or other obligations of the Department payable from the Water Revenue Fund.

**Section 4.** The maximum principal amount of the Bonds authorized by this Resolution is

**ONE BILLION EIGHT HUNDRED MILLION DOLLARS (\$1,800,000,000)**

and said Bonds are to be issued in one or more series or subseries at such time or times as the Board may determine.

**Section 5.** The maximum term of which any Bond is to run shall be forty-five years from the date of issuance of such Bond.

**Section 6.** The maximum interest rate on any Bond shall be twelve percent (12%) per annum. For this purpose, the interest rate shall be the rate at which the sum of the present values of all payments of principal and interest on such Bond equals the sale proceeds of such Bond received by the Department. Present values shall be calculated using a year of twelve, 30-day months with semi-annual compounding.

**Section 7.** This Board has received a report (the “Report”) of the Chief Financial Officer of the Department stating that such officer has determined that a private sale of the Bonds will be of benefit to, and in the financial interests of, the Department and providing the reasons therefor. As authorized by subsection (d) of Section 609 of the Charter and Section 11.28.4 of Ordinance No. 127,353 of the City of Los Angeles (the “City”), as amended, constituting Article 6.5 of Chapter 1 of Division 11 of the Los Angeles Administrative Code (the “Procedural Ordinance”), the Board hereby authorizes the private sale of each series and subseries of the Bonds to one or more of the firms included in the team of underwriting firms selected by the Board pursuant to Section 11.28.4(b) of the Procedural Ordinance as such team is composed at the time of the sale of such series or subseries; provided, however, that underwriters’ discount (exclusive of initial issue discount) with respect to the Bonds shall not exceed one percent of the principal amount of the Bonds and any initial issue discount with respect to the Bonds shall not exceed ten percent of the principal amount of the Bonds to which such initial issue discount shall apply.

**Section 8.** As provided in Section 11.28.5 of the Procedural Ordinance, in connection with, or incidental to, the issuance or carrying of the Bonds, the Department may enter into one or more credit enhancement or liquidity agreements (each for purposes of this Resolution and Resolution No. 4591 (the “Master Bond Resolution”) adopted by the Board on February 6, 2001, a “Credit Support Agreement”) with one or more banks, insurance companies or other financial institutions approved by the Board which shall contain such payment, interest rate, security, default, remedy and other terms and conditions as shall be approved by the Board. Notwithstanding Section 6 of this Resolution, the maximum stated interest rate payable by the Department in any year on amounts due under such Credit Support Agreement, including the interest rate on Credit Provider Bonds (as defined in the Master Bond Resolution), shall be twenty percent (20%).

**Section 9.** The authorization of the issuance of the Bonds made by this Resolution is in addition to any and all other authorizations of the issuance of bonds on account of the Water System heretofore made by resolution of this Board.

**Section 10.** The Secretary of this Board shall forthwith transmit certified copies of this Resolution, together with the Report of the Department’s Chief Financial Officer, to the offices of the Mayor, the City Clerk and the City Administrative Officer (previously the Director of the Office of Administrative Research Services) pursuant to Subsections (a) and (d) of Section 609 of the Charter and Sections 11.28.2 and 11.28.4 of the Procedural Ordinance.

**I HEREBY CERTIFY** that the foregoing is a full, true and correct copy of a resolution adopted by the Board of Water and Power of Commissioners of the City of Los Angeles at its meeting held \_\_\_\_\_, 2024.

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Secretary

APPROVED AS TO FORM AND LEGALITY  
HYDEE FELDSTEIN SOTO, CITY ATTORNEY

BY  JUN 20 2024  
BITIA BONDARIAN  
DEPUTY CITY ATTORNEY