



Audit Committee

General Auditor's Quarterly Report

Item 2a

September 23, 2025

Item 2a
Audit
Department
Dashboard

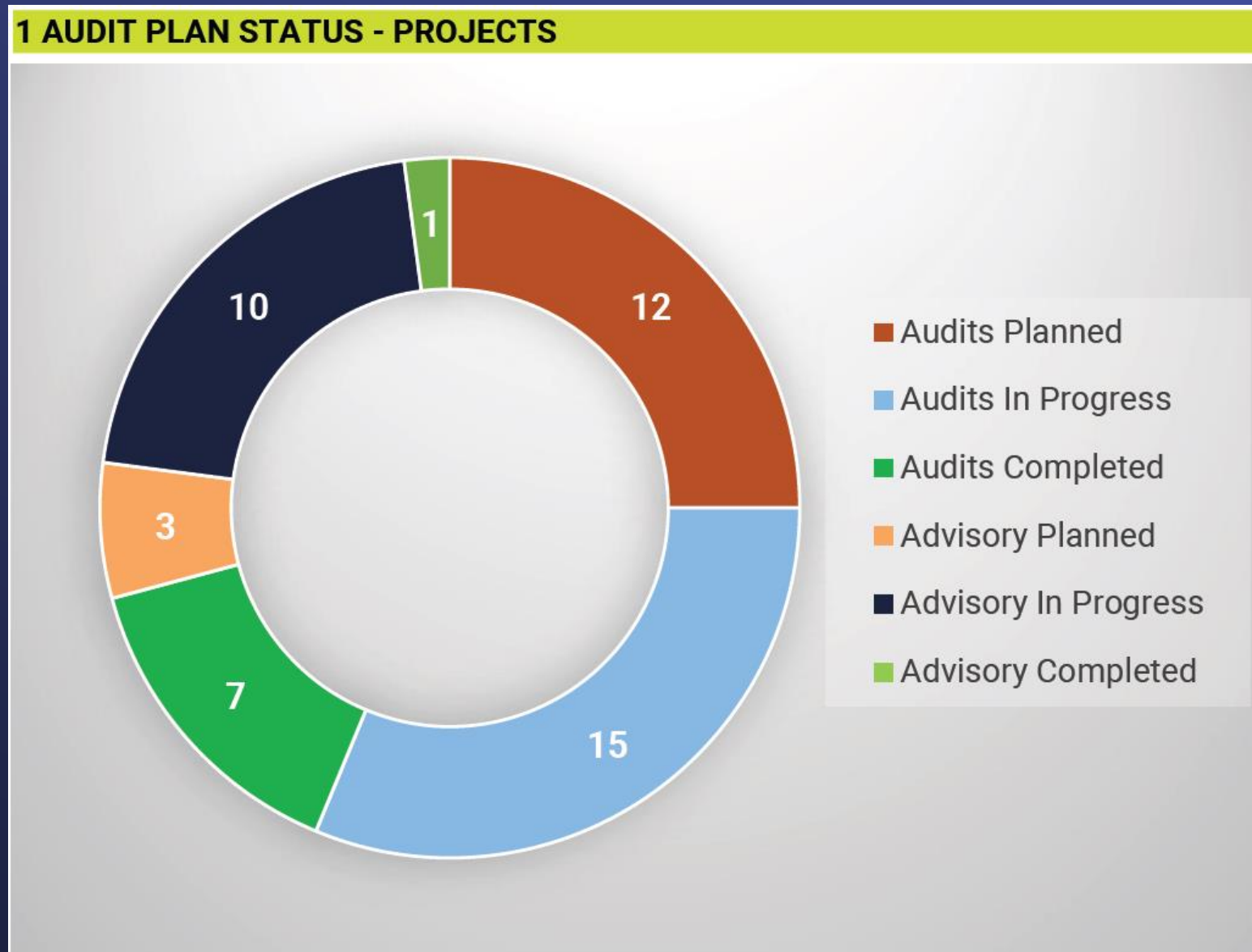
Subject

General Auditor's Quarterly Report

Purpose

Provide a focused view of the internal audit dashboard elements as of June 30, 2025 and a summarization of issued reports

I. Audit Plan Status - Projects



2. Audit Plan Status – Hours

2 AUDIT PLAN STATUS - HOURS	
7/1/24 AUDIT PLAN	12,884
ADJUSTMENTS	(2,384)
ROLLING PLAN	10,500
ACTUAL HOURS	10,808
ESTIMATE TO COMPLETE	-
REQUIRED HOURS	10,808
HOURS AVAILABLE/(OVER)	(308)

3. Audit Plan Changes

3 AUDIT PLAN CHANGES	
AUDIT PLAN PROJECTS - 4/01/25	47
ADDED Q4	
See key message points	1
DELETED Q4	
None	-
TOTAL	48

4. Current Assurance Coverage/Work in Progress

4 CURRENT ASSURANCE COVERAGE/WORK IN PROGRESS

Administration	Program Management (engineering)
Bay Delta	Project Management
Contracts	Real Property
Controller (accounting)	Water Conveyance & Distribution
Cybersecurity	Water Resource Implementation
IT	

5. Internal Audit Resources

5 INTERNAL AUDIT RESOURCES	
POSITIONS AUTHORIZED	14
VACANT	4
CONTRACTORS (INTERNAL AUDIT)	-
CERTIFIED PUBLIC ACCOUNTANTS	5
CERTIFIED INTERNAL AUDITORS	5
RESOURCE ADEQUACY	NO

6. Open Recommendations

6 OPEN RECOMMENDATIONS					
	P1	P2	P3	OTHER	TOTAL
PRIOR FY	2	3	6	65	76
NEW	5	15	11	NA	31
RESOLVED	0	0	0	(1)	(1)
CURRENT	7	18	17	64	106

7. Quality Assurance & Improvement

7 QUALITY ASSURANCE & IMPROVEMENT	
EXTERNAL QUALITY ASSESSMENT	DUE 2028

8. Impairments

8 IMPAIRMENTS	
INDEPENDENCE	NONE
OBJECTIVITY	NONE

9. Fiscal Budget

9 FISCAL BUDGET

	BUDGET	ACTUAL	FY BUDGET	VARIANCE	%
\$	4,952,238	3,960,182	4,952,238	992,056	20%

10. Key Message Points

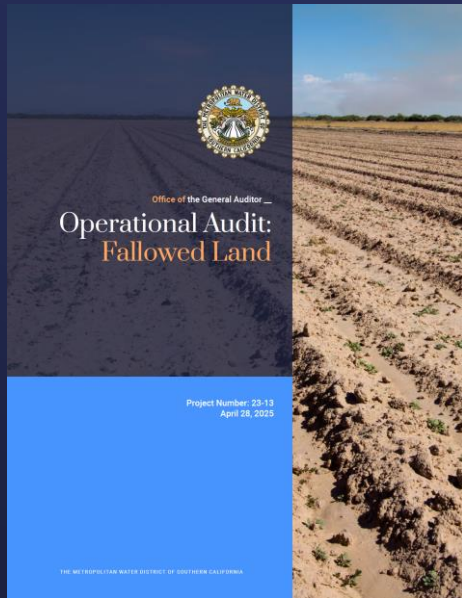
10 KEY MESSAGE POINTS

Resource adequacy is RE vacant senior audit manager position; collaborating w HRS to fill

New project added for deepfake preparedness

Follow-up reviews in progress will update open recommendations

Final Reports Issued

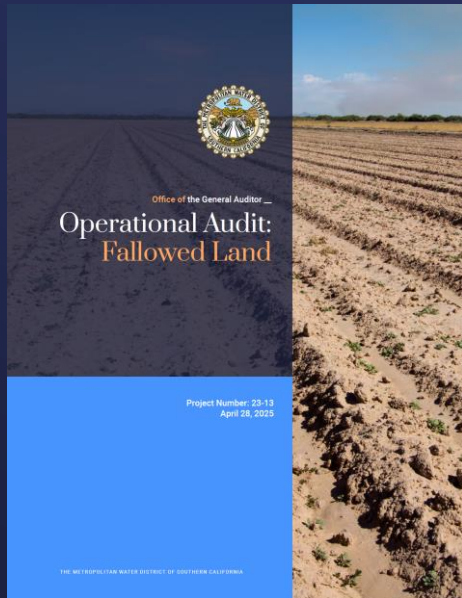


1. Operational Audit: Fallowed Land

Background (Board Requested Audit)

- Metropolitan entered into agreements with PVID and 99 landowners to fallow qualified farmlands through July 2040
- Metropolitan reimburses tenants the prorated rent of up to the agreed-upon rate per irrigated acre and a water toll per irrigated acre
- Tenant reimbursements were approximately \$2.6 million for contract year 23/24
- The total amount of water conserved by the fallowed land program was 87,256 acre-feet in 2023

Final Reports Issued



1. Operational Audit: Fallowed Land

Objectives & Conclusions

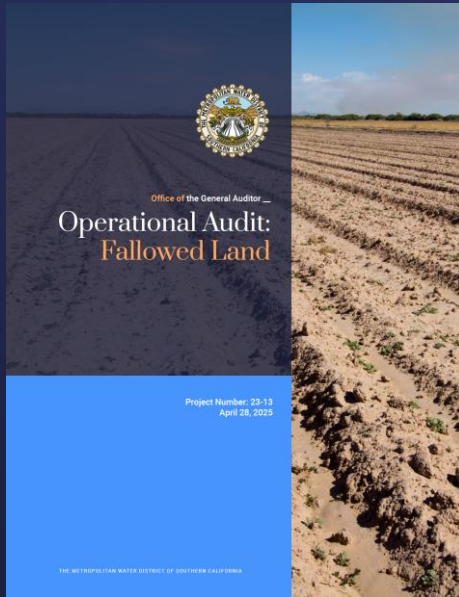
- (1) Evaluate Water Resource Management monitoring procedures for the fallowed land process, from fallowing call notification to inspection of fallowed land.

Some monitoring procedures should be improved.

- (2) Determine if defined fallowed land acreage matches actual fallowed land acreage on the ground.

Defined fallowed land acreage matched actual fallowed land acreage on the ground.

Final Reports Issued



1. Operational Audit: Fallowed Land (con't)

Recommendations

- (1) **PVID fallowed land inspections:** WRM conduct reviews, document reviews, develop associated procedures
- (2) **WRM fallowed land reports:** management review prepared reports, document reviews, prepare associated procedures
- (3) **Fallowed land call notices:** GM approve before issuance, prepare associated procedures



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Thank You

