

The Metropolitan Water District of Southern California

Agenda

The mission of the Metropolitan Water District of Southern California is to provide its service area with adequate and reliable supplies of high-quality water to meet present and future needs in an environmentally and economically responsible way.

FAIRP Committee

T. Smith, Chair
L. Dick, Vice Chair
D. Alvarez
J. Armstrong
R. Atwater
A. Chacon
D. De Jesus
B. Dennstedt
L. Fong-Sakai
C. Miller
M. Petersen
B. Pressman
T. Quinn
K. Seckel

Finance, Audit, Insurance, and Real Property Committee - Final

Meeting with Board of Directors *

April 11, 2023

9:30 a.m.

Agendas, live streaming, meeting schedules, and other board materials are available here: <https://mwdh2o.legistar.com/Calendar.aspx>. A listen only phone line is available at 1-877-853-5257; enter meeting ID: 873 4767 0235. Members of the public may present their comments to the Board or a Committee on matters within their jurisdiction as listed on the agenda via in-person or teleconference. To participate via teleconference (833) 548-0276 and enter meeting ID: 876 9484 9772 or click <https://us06web.zoom.us/j/87694849772pwd=V3dGZGRYUjJ3allqdUxXTIJRM044Zz09>

**Tuesday, April 11, 2023
Meeting Schedule**

**09:30 a.m. FAIRP
11:30 a.m. Break
12:00 p.m. BOD
01:30 p.m. EOP**

MWD Headquarters Building • 700 N. Alameda Street • Los Angeles, CA 90012

Teleconference Locations:

San Diego County Water Authority Library Conference Rm 4677 Overland Avenue • San Diego, CA 92123
5707 Ocean View Boulevard • La Canada, CA 91011

Los Angeles Cleantech Incubator (LACI), 525 S. Hewitt Street, Los Angeles, CA 90013

* The Metropolitan Water District's meeting of this Committee is noticed as a joint committee meeting with the Board of Directors for the purpose of compliance with the Brown Act. Members of the Board who are not assigned to this Committee may participate as members of the Board, whether or not a quorum of the Board is present. In order to preserve the function of the committee as advisory to the Board, members of the Board who are not assigned to this Committee will not vote on matters before this Committee.

1. Opportunity for members of the public to address the committee on matters within the committee's jurisdiction (As required by Gov. Code Section 54954.3(a))

2. SUBCOMMITTEE REPORTS

- A.** Report from Subcommittee on Audits [21-2111](#)
- B.** Report from Subcommittee on Long-Term Regional Planning Processes and Business Modeling [21-2112](#)

**** CONSENT CALENDAR ITEMS -- ACTION ****

3. CONSENT CALENDAR OTHER ITEMS - ACTION

- A. Approval of the Minutes of the Finance, Audit, Insurance, and Real Property Committee Meeting for March 13, 2023 (Copies have been submitted to each Director, Any additions, corrections, or omissions) [21-2101](#)

Attachments: [04112023 FAIRP 3A \(03132023\) Minutes](#)

4. CONSENT CALENDAR ITEMS - ACTION

- 7-8 Approve and authorize the distribution of Appendix A for use in the issuance and remarketing of Metropolitan's Bonds; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA [21-2062](#)

Attachments: [04112023 FAIRP 7-8 B-L](#)
[4112023 FAIRP 7-8 Presentation](#)

- 7-9 Adopt resolutions fixing and adopting a Readiness-to-Serve Charge and a Capacity Charge for calendar year 2024; the General Manager has determined the proposed action is exempt or otherwise not subject to CEQA [21-2063](#)

Attachments: [04112023 FAIRP 7-9 B-L](#)
[04112023 FAIRP 7-9 Presentation](#)

- 7-10 Review and consider the Lead Agency's adopted Mitigated Negative Declaration and Addendum and take related CEQA actions, and adopt resolution for 112th Fringe Area Annexation to Eastern Municipal Water District and Metropolitan [21-2064](#)

Attachments: [04112023 FAIRP 7-10 B-L](#)
[04112023 FAIRP 7-10 Presentation](#)

- 7-11 Approve the award of a four-year contract for external audit services with Macias Gini O'Connell, LLP, for the not-to-exceed amount of \$1,600,090; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA [21-2065](#)

Attachments: [04112023 FAIRP 7-11 B-L](#)
[04112023 FAIRP 7-11 Presentation](#)

- 7-12** Approve proposed amendment to Administrative Code section 6450 regarding individual Board of Director requests for audit assignments; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA [21-2066](#)

Attachments: [04112023 FAIRP 7-12 BL](#)
[04112023 FAIRP 7-12 Presentation](#)

- 7-13** Authorize a credit of up to \$200,000 to Western Municipal Water District for treatment surcharge costs incurred due to the unexpected extension of a Metropolitan shutdown; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA [21-2067](#)

Attachments: [04112023 FAIRP 7-13 B-L](#)
[04112023 FAIRP 7-13 Presentation](#)

**** END OF CONSENT CALENDAR ITEMS ****

5. OTHER BOARD ITEMS - ACTION

NONE

6. BOARD INFORMATION ITEMS

- 9-3** Next Steps on the Climate Adaptation Master Plan for Water [21-2068](#)

Attachments: [04112023 FAIRP 9-3 Presentation](#)

7. COMMITTEE ITEMS

- a.** Encroachment Update [21-2105](#)

Attachments: [04112023 FAIRP 7a Presentation](#)

8. MANAGEMENT REPORTS

- a.** Chief Financial Officer's Report [21-2102](#)

- b.** General Auditor's Report [21-2103](#)

- c.** Real Property Group Manager's Report [21-2104](#)

9. FOLLOW-UP ITEMS

NONE

10. FUTURE AGENDA ITEMS

11. ADJOURNMENT

NOTE: This committee reviews items and makes a recommendation for final action to the full Board of Directors. Final action will be taken by the Board of Directors. Committee agendas may be obtained on Metropolitan's Web site <https://mwdh2o.legistar.com/Calendar.aspx>. This committee will not take any final action that is binding on the Board, even when a quorum of the Board is present.

Writings relating to open session agenda items distributed to Directors less than 72 hours prior to a regular meeting are available for public inspection at Metropolitan's Headquarters Building and on Metropolitan's Web site <https://mwdh2o.legistar.com/Calendar.aspx>.

Requests for a disability-related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting should be made to the Board Executive Secretary in advance of the meeting to ensure availability of the requested service or accommodation.