

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
D. De Jesus
B. Dennstedt
L. Fong-Sakai
J. McMillan
C. Miller
M. Petersen
B. Pressman
T. Quinn
K. Seckel

Finance, Audit, Insurance, and Real Property Committee - Final - Revised 1

Meeting with Board of Directors *

February 12, 2024

3:00 p.m.

Agendas, live streaming, meeting schedules, and other board materials are available here: <https://mwdh2o.legistar.com/Calendar.aspx>. If you have technical difficulties with the live streaming page, a listen-only phone line is available at 1-877-853-5257; enter meeting ID: 891 1613 4145. Members of the public may present their comments to the Board on matters within their jurisdiction as listed on the agenda via in-person or teleconference. To participate via teleconference 1-833-548-0276 and enter meeting ID: 815 2066 4276 or click <https://us06web.zoom.us/j/81520664276pwd=a1RTQWh6V3h3ckFhNmdsUWpKR1c2Zz09>

**Monday, February 12, 2024
Meeting Schedule**

**09:30 a.m. EOT
12:00 p.m. Break
12:30 p.m. EIA
03:00 p.m. FAIRP**

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

Teleconference Locations:

Cedars Sinai Medical Center • 8700 Beverly Blvd • Los Angeles, CA 90048

3008 W. 82nd Place • Inglewood, CA 90305

525 Via La Selva • Redondo Beach, CA 90277

* 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))**

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

- 2. CONSENT CALENDAR OTHER ITEMS - ACTION**

- A. Approval of the Minutes of the Finance, Audit, Insurance, and Real Property Committee Meeting for January 9, 2024 (Copies have been submitted to each Director, any additions, corrections, or omissions) [21-3022](#)

Attachments: [02122024 FAIRP 2A \(01092024\) Minutes](#)

3. CONSENT CALENDAR ITEMS - ACTION

- 7-12 Review and consider the State of California, Department of Transportation’s mitigated negative declaration; and authorize the General Manager to grant a permanent easement to the State of California, Department of Transportation for water pipeline purposes on Metropolitan fee-owned property in the County of Riverside, and identified as Assessor Parcel Numbers 713-021-024 and 713-021-02 [21-3025](#)

Attachments: [02132024 FAIRP 7-12 B-L](#)
[02122024 FAIRP 7-12 Presentation](#)

- 7-13 Set a public hearing on March 12, 2024, regarding the proposed water rates and charges for calendar years 2025 and 2026 necessary to meet the revenue requirements for fiscal years 2024/25 and 2025/26; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA [21-3023](#)

Attachments: [02132024 FAIRP 7-13 B-L](#)

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

4. OTHER BOARD ITEMS - ACTION

NONE

5. BOARD INFORMATION ITEMS

- 9-4 Proposed biennial budget, which includes the Capital Investment Plan and revenue requirements for fiscal years 2024/25 and 2025/26; proposed water rates and charges for calendar years 2025 and 2026 to meet revenue requirements for fiscal years 2024/25 and 2025/26; ten-year forecast; and Cost of Service Report [21-3024](#)

Attachments: [02132024 FAIRP 9-4 B-L](#)
[02122024 FAIRP 9-4 Presentation \(revised\)](#)

6. COMMITTEE ITEMS

- a. Pure Water Southern California Cost Recovery Alternatives Update [21-3030](#)

Attachments: [02122024 FAIRP 6a1 Presentation](#)
[02122024 FAIRP 6a2 Presentation](#)

- b. Quarterly Investment Activities Report [21-3031](#)

Attachments: [02122024 FAIRP 6b Presentation](#)

- c. Historical Revenue and Expense Analysis [21-3032](#)

Attachments: [02122024 FAIRP 6c Presentation](#)

7. MANAGEMENT ANNOUNCEMENTS AND HIGHLIGHTS

- a. General Auditor's report on monthly activities [21-3026](#)

Attachments: [02132024 FAIRP 7a Report](#)

- b. Financial, Insurance, and Real Property activities [21-3027](#)

Attachments: [02132024 FAIRP 7b Finance Monthly Activities](#)

8. SUBCOMMITTEE REPORTS AND DISCUSSION

- a. Report from Subcommittee on Audits [21-3034](#)

- b. Discuss and provide direction to Subcommittee on Audits [21-3028](#)

- c. Report from Subcommittee on Long-Term Regional Planning Processes and Business Modeling [21-3033](#)

- d. Discuss and provide direction to Subcommittee on Long-Term Regional Planning Processes and Business Modeling [21-3029](#)

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.