

**AB&F Committee**

W. Bannister, Chair  
 J. Rez, Vice Chair  
 M. Ashley  
 Ball, Harold W.  
 G. Battey, Jr.  
 J. Blake  
 J. Castro  
 T. Grandsen  
 H. Hansen  
 C. Lewis  
 E. Little  
 H. Mejia  
 G. Morse  
 P. Swan  
 W. Troxel  
 G. Wein  
 P. Pace (Ex Officio)  
 G. Peterson (Ex Officio)  
 W. Luddy (Ex Officio)

**Audit, Budget and Finance  
Committee**

Meeting with Board of Directors\*

**June 11, 2001**

**2:30 p.m. -- Room 2-456**

| Monday, June 11, 2001<br>Meeting Schedule |            |       |
|---|------------|-------|
| 8:30 a.m.                                 | Rm. 1-102  | EO&RP |
| 10:30 a.m.                                | Board Room | WPQ&R |
| 12:30 p.m.                                | Rm. 2-145  | LC&P  |
| 2:30 p.m.                                 | Rm. 2-456  | AB&F  |

---

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

---

\* The Metropolitan Water District's Audit, Budget and Finance Committee meeting 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 the Audit, Budget and Finance Committee may attend and 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 the Audit, Budget and Finance Committee will not vote on matters before the Audit, Budget and Finance Committee.

1. **Additions to the Agenda** (As required by Gov. Code, § 54954.2(b).)
2. **Opportunity for members of the public to address the committee on matters within the committee's jurisdiction** (As required by Gov. Code, § 54954.3(a).)
3. **Committee Chairman's Monthly Activity Report**
4. **Approval of the Minutes of the meeting of the Audit, Budget and Finance Committee held May 14, 2001**

**5. MANAGEMENT REPORTS**

- a. Report of investment activity.
- b. Financial highlights.
- c. General Auditor's activity.

**6. CONSENT CALENDAR ITEMS - ACTION**

- 8-5 Recommendation of Subcommittee to Select Outside Auditing Firm. (AB&F) **(To be mailed separately)**
- 8-6 Approve casualty and property insurance program and amend the insurance broker contract. (AB&F) **(To be mailed separately)**

**7. OTHER BOARD ITEMS - ACTION**

- 9-1** Approve increase in the fiscal year 2000-01 budget appropriations. (AB&F)
- 9-3** Approve extending the authority for the sale of water revenue bonds and to implement a water revenue bond tender program during fiscal year 2001-02, and an update on other debt financing matters of Metropolitan. (AB&F)
- 9-4** Approve Metropolitan's Annual Statement of Investment Policy and delegation of authority to the Treasurer to make investments on behalf of Metropolitan. (AB&F)
- 9-5** Authorize change of State Water Project capital charges payment from July 2001 to June 2001. (AB&F)

**8. BOARD INFORMATION ITEMS**

None

**9. COMMITTEE ITEMS**

None

**10. FOLLOW-UP ITEMS**

None

**11. FUTURE AGENDA ITEMS**

**12. ADJOURNMENT**

**NOTE:** At the discretion of the committee, all items appearing on this agenda, whether or not expressly listed for action, may be deliberated and may be subject to action by the committee.

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. Agendas for the meeting of the Board of Directors may be obtained from the Executive Secretary. This committee will not take any final action that is binding on the Board, even when a quorum of the Board is present.