



**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\*

**September 10, 2001**

**10:30 a.m. -- Room 2-456**

Monday, September 10, 2001 Meeting Schedule		
8:30 a.m.	Rm. 2-145	EO&RP
10:30 a.m.	Rm. 2-456	AB&F
12:30 p.m.	Rm. 2-145	LC&P
2:30 p.m.	Board Room	WPQ&R
4:00 p.m.	Rm. 2-456	Rate Structure

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

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\* 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 August 20, 2001**
5. **MANAGEMENT REPORTS**
  - a. Report of investment activity.
  - b. Financial highlights.

**6. CONSENT CALENDAR ITEMS - ACTION**

None

**7. OTHER BOARD ITEMS - ACTION**

- 9-2 Adopt (1) a Master Swap Resolution providing for the execution and delivery of interest rate swaps; (2) a Master Swap Policy; and (3) authorize a swap program appropriation of \$200,000 to pay the costs of issuance associated with interest rate swaps through September 30, 2002 (Appn. 15372). (AB&F) **(To be mailed separately)**

**8. BOARD INFORMATION ITEMS**

None

**9. COMMITTEE ITEMS**

- a. Report from the Subcommittee on Investments and Bond Financing.
- b. Oral report on use of funds above the maximum reserve level.
- c. Oral report on insurance costs.

**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.