Date: April 25, 2023

To: The Board of Water and Power Commissioners

From: Frederick H. Pickel, Ph.D., Executive Director/Ratepayer Advocate

Subject: OPA Report on Board Agenda of April 25, 2023, Item L.9
Approval of Agreement No. 47689 for Owner's Representative Services for Clean Grid LA Projects - Worley Group Inc. for a term of five years and an amount not to exceed $75,000,000.

RECOMMENDATION

1. OPA recommends, and DWP has agreed, that additions to the list of Major Projects should be publicly available and included in some form on existing reports to the Board.

2. OPA's opinion as to the reasonableness of the rate impacts for the LOI will be available shortly after the LOI is signed, and DWP has provided its cost-benefit analysis.

3. OPA has recommended that the scope of the work for one of the sub-contractors (Guidehouse) be clarified, so that it is no wider a scope of work than the contractor's. DWP has established a pattern and practice of amending contracts and sub-contracts in a manner that renders this change necessary for OPA's support of the approval of the contract. It may not be sufficient if the scopes of work are later changed.

OPA's support for this Agreement is thus contingent on modifications that DWP expressed a willingness to incorporate into the Agreement and maintain during its implementation.

cc: The Honorable Karen Bass, Mayor
Martin L. Adams, General Manager & Chief Engineer, Department of Water and Power