

**AUDIT COMMITTEE
OF THE CITY OF SAN DIEGO**

**Council President Pro Tem Kevin Faulconer, Chair
Councilmember Carl DeMaio, Vice Chair
Committeemember Thomas Hebrank
Committeemember Charles Sellers
Committeemember Steve Grant**

**ACTIONS FOR
MONDAY, NOVEMBER 7, 2011, AT 9:00 A.M.**

**COUNCIL COMMITTEE ROOM (12TH FLOOR),
CITY ADMINISTRATION BUILDING
202 C STREET, SAN DIEGO, CALIFORNIA**

For information, contact Matt Awbrey, Committee Consultant
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Committee members present: Faulconer, DeMaio, Sellers, Hebrank

Committee members not present: Grant

NON-AGENDA PUBLIC COMMENT: None.

COMMITTEE COMMENT: None.

CITY AUDITOR, CITY ATTORNEY, IBA, AND MAYORAL STAFF COMMENT: None.

ADOPTION AGENDA

Approval of the Record of Action Items for October 3, 2011

ACTION: Motion by Committee Member Hebrank, second by Chair
Faulconer, to approve.

VOTE: 4-0; Faulconer-yea, DeMaio-yea, Grant-not present,
Hebrank-yea, Sellers-yea

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DISCUSSION/ACTION ITEMS

ITEM-1: Report from the City Auditor regarding AUDIT ACTIVITY [PowerPoint](#)

ACTION: Information only. No action taken.

ITEM-2: [Update from the Outside Auditor](#) (Macias Gini & O'Connell) regarding the FISCAL YEAR 2011 COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR) AUDIT

ACTION: Information only. No action taken.

ITEM-3: Updates from City Departments regarding City Auditor's [AUDIT RECOMMENDATION FOLLOW-UP REPORT](#) – SEPTEMBER 2011
[City Treasurer follow-up memo to Audit Report No. 11-007](#)
[Development Services Department follow-up memo to Audit Report No. 10-010](#)

- a. Report No. 09-013: THE CITY OF SAN DIEGO FACES UNIQUE OPERATIONAL AND ADMINISTRATIVE CHALLENGES IN MANAGING QUALCOMM STADIUM [Stadium Manager's report](#)
- b. [Report No. 10-002](#): PERFORMANCE AUDIT OF THE SAN DIEGO HOUSING COMMISSION – PART I
- c. [Report No. 10-002](#): PERFORMANCE AUDIT OF THE SAN DIEGO HOUSING COMMISSION – PART II
- d. Report No. 10-007: PERFORMANCE AUDIT OF THE CITY'S STREET MAINTENANCE
- e. Report No. 11-009: STREET MAINTENANCE: CITY NEEDS TO IMPROVE PLANNING, COORDINATION, AND OVERSIGHT TO EFFECTIVELY MANAGE TRANSPORTATION ASSET
- f. Report No. 11-027: PERFORMANCE AUDIT OF THE CAPITAL IMPROVEMENT PROGRAM

ACTION: Motion by Councilmember DeMaio, second by Chair Faulconer, to direct the Committee Consultant to prepare a memo from Chair Faulconer that:

- a. alerts the City Council to the Audit Committee's concern regarding the slow pace of implementing the Qualcomm Stadium performance audit recommendations; and
- b. requests the City Council hold a full hearing on the matter where

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management and a Stadium Advisory Board representative give a presentation so the Council can provide policy feedback and direction.

VOTE: 4-0; Faulconer-yea, DeMaio-yea, Grant-not present,
Hebrank-yea, Sellers-yea

ITEM-4: [Report from City Auditor](#): PERFORMANCE AUDIT OF THE SAN DIEGO POLICE DEPARTMENT'S PERMITS AND LICENSING UNIT
[PowerPoint](#)

ACTION: Motion by Councilmember DeMaio, second by Chair Faulconer, to accept the report and request the department report back with a status update, including a report on the proposal to outsource the administrative components of the alarm program, by no later than March 30, 2012.

VOTE: 4-0; Faulconer-yea, DeMaio-yea, Grant-not present,
Hebrank-yea, Sellers-yea

ITEM-5: [Report from Independent Budget Analyst](#): INDEPENDENT RATES OVERSIGHT COMMITTEE (IROC) AUDIT RESPONSIBILITIES

ACTION: Motion by Councilmember DeMaio, second by Chair Faulconer, to request the City Attorney's office:

- a. review the last five years of IROC annual reports and identify any IROC recommendations or findings made outside of IROC's responsibilities contained in San Diego Municipal Code sections 26.2003 (a)-(i); and
- b. request from IROC, if any recommendations or findings are identified that fall outside its municipal code responsibilities, the City Council resolution or the specific department leader or staff proposal that requested that IROC review the issue as described in Municipal Code sections 26.2003 (j) and (k).

VOTE: 4-0; Faulconer-yea, DeMaio-yea, Grant-not present,
Hebrank-yea, Sellers-yea

PUBLIC COMMENT REGARDING CLOSED SESSION ITEMS: None.

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CLOSED SESSION ITEMS

ITEM-6: Public Employee Performance Evaluation: Title: CITY AUDITOR
[City Attorney's memorandum](#)

ACTION: No reportable action was taken.

Kevin Faulconer
Council President Pro Tem