

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

**ACTIONS FOR
MONDAY, JUNE 25, 2007, AT 9:00 A.M.**

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

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NON-AGENDA PUBLIC COMMENT: Joy Sunyata commented on the Charter Review Committee.

Clive Richard commented on the operations of the Audit Committee meetings.

COMMITTEE COMMENT: Chair Faulconer commented on the scheduling of future Audit Committee items.

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

ADOPTION AGENDA

Approval of the Record of Action Items for June 11, 2007

ACTION: Approved by common consent.

ITEM-1: Update from Macias Gini & O'Connell and the City Auditor and Comptroller regarding the STATUS OF THE 2004, 2005 AND 2006 FINANCIAL STATEMENT AUDITS

(See Macias & Gini's June 21, 2007, letter)

ACTION: Information only. No action taken. This item will be discussed further at the Audit Committee meeting scheduled for July 16, 2007.

ITEM-2: Update regarding the PROCESS FOR HIRING AN AUDITING PROFESSIONAL TO ASSIST THE AUDIT COMMITTEE

(See Draft RFP Components Regarding Professional Audit Consultant)

ACTION: Motion by Councilmember Atkins, second by Council President Pro Tem Young, to move forward with the RFP for an auditing professional to assist the Audit Committee. Chair Faulconer suggested that a timeline for the RFP and

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hiring of the Audit Committee professional be presented at the Audit Committee meeting scheduled for July 16, 2007.

VOTE: 3-0; Faulconer-yea, Young-yea, Atkins-yea

ITEM-3: Update regarding the RECRUITING, INTERVIEWING, AND HIRING OF THE CITY'S INTERNAL AUDITOR

ACTION: Information only. No action taken. This item will be discussed further at the Audit Committee meeting scheduled for July 16, 2007.

ITEM-4: Discussion regarding NOMINATIONS TO THE AD-HOC ADVISORY COMMITTEE ON REVIEW PROCEDURE

(See Kevin Faulconer's June 4, 2007, memorandum to Mayor Sanders; Kevin Faulconer's June 4, 2007, memorandum to the City Council; Mayor Sanders' June 14, 2007, memorandum; Tony Young's June 14, 2007, memorandum; Toni Atkins' June 20, 2007, memorandum)

ACTION: Information only. No action taken. Chair Faulconer suggested that the new members of the Ad-Hoc Advisory Committee on Review Procedure attend the Audit Committee meeting scheduled for July 16, 2007.

ITEM-5: Review of the 2004 FINANCIAL STATEMENT AUDIT, THE 2004 SINGLE AUDIT REPORTS (THE REPORTS ON COMPLIANCE AND INTERNAL CONTROLS), AND THE SAS 61 LETTER

(See Macias & Gini's May 11, 2007, letter; Macias & Gini's Single Audit Reports; Chief Financial Officer's June 25, 2007, PowerPoint)

ACTION: No action taken. This item will be continued to the Special Audit Committee meeting scheduled from July 9, 2007.

Kevin Faulconer
Chair