

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

**ACTIONS FOR  
MONDAY, SEPTEMBER 24, 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

COMMITTEE COMMENT

CITY ATTORNEY, IBA, AND MAYORAL STAFF COMMENT

ADOPTION AGENDA

Approval of the Record of Action Items for September 10, 2007

ACTION: Motion by Councilmember Atkins, second by Council President Pro  
Tem Young to approve the minutes from September 10, 2007.

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

ITEM-1: Update from Macias Gini & O'Connell and the City Comptroller regarding the  
STATUS OF THE 2005, 2006 AND 2007 FINANCIAL STATEMENT AUDITS

(See Macias & Gini's September 24, 2007, Audit Status)

ACTION: Information only. No action taken.

ITEM-2: Update regarding CORRESPONDENCE WITH THE SECURITIES AND  
EXCHANGE COMMISSION

ACTION: Information only. No action taken.

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ITEM-3: Update from the Independent Budget Analyst regarding THE CHARTER REVIEW COMMITTEE DISCUSSION OF THE INTERNAL AUDITOR FUNCTION AND AUDIT COMMITTEE

ACTION: Information only. No action taken.

ITEM-4: Update from the Chief Financial Officer regarding the RECRUITING, INTERVIEWING, AND HIRING OF THE CITY'S INTERNAL AUDITOR

ACTION: Information only. No action taken.

ITEM-5: Recommendation regarding the hiring of the AUDIT PROFESSIONAL TO ASSIST THE AUDIT COMMITTEE

(See Independent Budget Analyst's Report No. 07-87)

ACTION: Motion by Council President Pro Tem Young, second by Councilmember Atkins to direct the IBA to execute a contract with Jefferson Wells for the period of one year. Upon the completion of the one year contract, Jefferson Wells will provide an evaluation of the need for additional work. .

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

ITEM-6: Update from the Chief Financial Officer regarding SOUTHEASTERN ECONOMIC DEVELOPMENT CORPORATION PERFORMANCE AUDIT

ACTION: Information only. No action taken.

ITEM-7: Presentation from the Chief Financial Officer regarding MATERIAL WEAKNESSES AS IDENTIFIED IN THE AUDIT REPORTS, FISCAL YEARS 2003 and 2004

(See Jay Goldstone's June 19, 2007, memorandum)

ACTION: Information only. No action taken.

ITEM-8: Presentation from the Water and Metropolitan Wastewater Department regarding the AUDIT CONSULTANT CONTRACT FOR THE BID TO GOAL AND PAY FOR PERFORMANCE AUDITS

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(See Metropolitan Wastewater Department's September 24, 2007, PowerPoint)

**ACTION:** Motion by Council President Pro Tem Young, second by Councilmember Atkins to forward the audit consultant contract for the Bid to Goal and Pay for Performance audits to Council.

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

Kevin Faulconer  
Chair