

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

**ACTIONS FOR  
MONDAY, APRIL 28, 2008, 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: Councilmember Donna Frye commented on the Ad Hoc Advisory Committee report, specifically the appointment of the Internal Auditor.

COMMITTEE COMMENT: None.

CITY ATTORNEY, IBA, INTERNAL AUDITOR, AND MAYORAL STAFF COMMENT:  
The Internal Auditor commented on the completion of the cash count and reconciliation audit.

ADOPTION AGENDA

Approval of the Record of Action Items for April 18, 2008

ACTION: Motion by Councilmember Young, second by Councilmember Atkins, to approve.

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 2006 and 2007 FINANCIAL STATEMENT AUDIT

ACTION: Information only. No action taken.

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

ACTION: Information only. No action taken.

ITEM-3: Report from the Ad Hoc Advisory Committee regarding the AUDIT COMMITTEE'S COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR) REVIEW PROCESS

(See Ad Hoc Citizens Advisory Committee's April 14, 2008, report)

ACTION: Information only. No action taken.

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ITEM-4: Report from Jefferson Wells, the Audit Committee's Auditing Professional, regarding the REPORT TO THE CITY OF SAN DIEGO AUDIT COMMITTEE BEST PRACTICES, ANALYSIS AND RECOMMENDATIONS FOR: AUDIT COMMITTEE PROCESS FOR REVIEWING ANNUAL FINANCIAL STATEMENTS (CAFR) AND OUTSIDE AUDITOR-SELECTION, COMMUNICATIONS AND EVALUATION

(See Jefferson Wells' April 21, 2008, report; Internal Auditor's April 25, 2008, memorandum; Jefferson Wells' April 28, 2008, PowerPoint)

ACTION: Motion by Councilmember Atkins, second by Councilmember Young, to forward the reports to the City Attorney and the Independent Budget Analyst to include the recommendations in a CAFR review document, to look into when and if it is appropriate for the Audit Committee to go into closed session, and to further refine the Audit Committee's training for CAFR review.

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

ITEM-5: Report from the City's Internal Auditor regarding PROTOCOLS FOR PRESENTING INTERNAL AUDIT REPORTS

(See Independent Budget Analyst's Report No. 08-39; Internal Auditor's April 18, 2008, memorandum; Internal Auditor's April 28, 2008, PowerPoint)

ACTION: Information only. No action taken.

ITEM-6: Report from Purchasing and Contracting regarding APPOINTMENT OF THE OUTSIDE AUDITOR FOR FISCAL YEAR 2008

ACTION: Information only. No action taken.

Kevin Faulconer  
Chair