

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

**ACTIONS FOR
MONDAY, JUNE 23, 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: Joy Sunyata commented on items three and four from the June 9, 2008, Audit Committee meeting, CAFR review questions, and the Housing and Urban Development audit of CDBG.

COMMITTEE COMMENT: None.

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

ADOPTION AGENDA

Approval of the Record of Action Items for June 9, 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 (REDEVELOPMENT AGENCY ONLY) AND 2007 FINANCIAL STATEMENT AUDITS

(See Macias Gini & O'Connell's June 23, 2008, report)

ACTION: Information only. No action taken.

ACTIONS
Audit Committee
June 23, 2008
- 2 -

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

ACTION: Information only. No action taken.

ITEM-3: Review of the SOLE SOURCE AGREEMENT FOR THE FISCAL YEAR 2008 FINANCIAL STATEMENT AUDIT

ACTION: Information only. No action taken.

ITEM-4: Report from the Independent Budget Analyst regarding PROPOSITION C IMPLEMENTATION

(See Independent Budget Analyst's Report No. 08-67)

ACTION: Motion by Councilmember Young, second by Councilmember Atkins, to accept the report and direct the IBA to initiate scheduling before the City Council.

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

ITEM-5: Report from Jefferson Wells, the Audit Committee's Auditing Professional, regarding the memorandum ANALYSIS AND RECOMMENDATION FOR DISAGREEMENT RESOLUTION

(See Jefferson Wells' June 17, 2008, memorandum)

ACTION: Information only. No action taken.

ITEM-6: Report from the IBA and the City Attorney regarding UPDATES TO THE AUDIT COMMITTEE'S CAFR REVIEW PROCESS

(See Stanley Keller's May 28, 2008, letter; City Attorney's June 6, 2008, memorandum)

ACTION: Motion by Councilmember Atkins, second by Councilmember Young, to accept the updates to the CAFR review process.

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

ITEM-7: Report from the City Comptroller regarding the quarterly report on INTERNAL CONTROLS OVER FINANCIAL REPORTING PROJECT

ACTIONS
Audit Committee
June 23, 2008
- 3 -

(See Mayor's June 3, 2008, memorandum; City Comptroller's June 23, 2008, PowerPoint)

ACTION: Information only. No action taken.

ITEM-8: Update from the City Auditor regarding the IMPLEMENTATION OF JEFFERSON WELLS ANALYSIS AND RECOMMENDATIONS FOR AN EFFECTIVE INTERNAL EMPLOYEE HOTLINE

(See Internal Auditor's June 23, 2008, PowerPoint)

ACTION: Information only. No action taken.

ITEM-9: Report from the Office of Ethics and Integrity regarding 2007 EMPLOYEE HOTLINE COMPLAINTS

(See Ethics and Integrity's summary report; Ethics and Integrity's 2007 Employee Hotline report)

ACTION: Information only. No action taken.

Kevin Faulconer
Chair