

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

**Councilmember Kevin Faulconer, Chair
Councilmember Scott Sherman
Committee Member Thomas Hebrank
Committee Member Karley Schreiner
Committee Member Steve Grant**

**ACTIONS FOR
MONDAY, JANUARY 7, 2013, AT 9:00 A.M.**

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

For information, contact Thyme Curtis, Council Committee Consultant
202 C Street, 3rd Floor, San Diego, CA 92101
Email: TCurtis@sandiego.gov
(619) 236-7351

NON-AGENDA PUBLIC COMMENT

None

COMMITTEE COMMENT

None

CITY ATTORNEY, IBA, AND MAYORAL STAFF COMMENT

None

ADOPTION AGENDA

Approval of the Record of Action Items for December 10, 2012

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

VOTE: 4-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Schreiner-yea, Grant-absent)

INFORMATION ITEMS

ITEM-1 Report from the City Auditor regarding AUDIT ACTIVITY

ACTION: No Action, informational only.

DISCUSSION/ACTION

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- ITEM-2 Review of the CITY OF SAN DIEGO FISCAL YEAR 2012 FINANCIAL STATEMENT AUDIT/COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR) (HEARING 2 of 2)
NOTE: This document has not been received by and filed with the City Council and is not to be considered an official document of the City until this has occurred.
City Attorney Letter City Auditor Letter MGO Letter MGO PowerPoint
- ACTION: Motion by Committee Member Grant, second by Committee Member Hebrank, to receive, file, and forward the report to the full City Council.
- VOTE: 5-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Grant-yea, Schreiner-yea)
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- ITEM-3: Presentation by Civic San Diego: FISCAL YEAR 2012 ANNUAL FINANCIAL REPORT PowerPoint
- ACTION: Motion by Committee Member Hebrank, second by Councilmember Sherman, to receive and file the report.
- VOTE: 5-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Grant-yea, Schreiner-yea)
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- ITEM-4 Presentation by Southeastern Economic Development Corporation (SEDC): FISCAL YEAR 2012 ANNUAL FINANCIAL REPORT PowerPoint
- ACTION: Motion by Committee Member Hebrank, second by Committee Member Schreiner, to receive and file the report.
- VOTE: 5-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Grant-yea, Schreiner-yea)
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- ITEM-5 Presentation by San Diego Housing Commission: FISCAL YEAR 2012 ANNUAL FINANCIAL REPORT PowerPoint
- ACTION: Motion by Councilmember Sherman, second by Committee Member Hebrank, to receive and file the report.
- VOTE: 5-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Grant-yea, Schreiner-yea)
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- ITEM-6 Report from the City Auditor: PERFORMANCE AUDIT OF THE REAL ESTATE ASSETS DEPARTMENT PowerPoint

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ACTION: Motion by Committee Member Hebrank, second by Councilmember Sherman, to:

- Accept the performance audit report and forward to the full Council;
- Direct the IBA to discuss the following two performance measures at the Budget and Finance Committee meeting: percentage of space the City, as the lessor, leases below market rates, and percentage of property the City sells above appraised price;
- Direct the City Auditor's office to work with the Real Estate Assets Department to establish performance measures; bring final performance measures to the Budget and Finance Committee for approval and implementation; and
- Refer performance audit recommendation #4, which states that City Council should "draft a policy on rent subsidies to nonprofit organizations that establishes eligibility criteria for recipients, recovers the City's facilities maintenance and upkeep costs for the subsidized space, and fee to recover the costs of preparing, processing, and monitoring leases," to the Land Use and Housing Committee for possible action.

VOTE: 5-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Grant-yea, Schreiner-yea)

ITEM-7 Report from the City Auditor: PERFORMANCE AUDIT OF THE GENERAL SERVICES DEPARTMENT - FACILITIES MAINTENANCE DIVISION
PowerPoint

ACTION: Motion by Committee Member Grant, second by Committee Member Hebrank, to accept the report.

VOTE: 5-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Grant-yea, Schreiner-yea)

ITEM-8 Report from the City Auditor: PERFORMANCE AUDIT OF THE PUBLIC UTILITIES DEPARTMENT'S CHEMICAL PURCHASES PowerPoint

ACTION: Motion by Committee Member Schreiner, second by Chair Faulconer, to accept the report.

VOTE: 5-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Grant-yea, Schreiner-yea)

ITEM-9 Report from the City Auditor: PERFORMANCE AUDIT OF THE SAN DIEGO CONVENTION CENTER'S INFORMATION TECHNOLOGY

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INFRASTRUCTURE PowerPoint

ACTION: Motion by Committee Member Hebrank second by Councilmember Sherman, to accept the report.

VOTE: 5-0 (Faulconer-yea, Sherman-yea Hebrank-yea, Grant-yea, Schreiner-yea)

CLOSED SESSION

ITEM-10 PUBLIC EMPLOYEE PERFORMANCE EVALUATION
Title: City Auditor

ACTION: No reportable action was taken.



Kevin Faulconer
Chair