

ORDINANCE NUMBER O- 19564 (NEW SERIES)

DATE OF FINAL PASSAGE JAN 09 2007

AN ORDINANCE AMENDING ORDINANCE NO. O-19522 (NEW SERIES) ENTITLED "AN ORDINANCE ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR 2006-2007 AND APPROPRIATING THE NECESSARY MONEY TO OPERATE THE CITY OF SAN DIEGO FOR SAID FISCAL YEAR," BY AUTHORIZING THE AUDITOR AND COMPTROLLER TO APPROPRIATE AND TO TRANSFER UP TO \$327,325 FROM THE UNALLOCATED RESERVE TO THE PUBLIC LIABILITY FUND TO PAY FOR AUDIT SERVICES RENDERED BY MACIAS, GINI & O'CONNELL, LLP IN CONNECTION WITH AUDITING THE CITY'S FISCAL YEAR 2003-05 COMPREHENSIVE ANNUAL FINANCIAL REPORTS, REAUDITING THE FISCAL YEAR 2003 FINANCIAL REPORTS OF THE REDEVELOPMENT AGENCY, REAUDITING THE CITY'S FY 2003 SINGLE AUDIT AND THE ONGOING FRAUD INVESTIGATION IN CONNECTION OF THE FY 2003-05 FINANCIAL STATEMENT AUDITS

WHEREAS, on July 31, 2006, the City Council adopted an Ordinance No. O-19522 entitled An Ordinance Adopting The Annual Budget For The Fiscal Year 2006-2007 And Appropriating The Necessary Money To Operate The City Of San Diego For Said Fiscal Year [Appropriation Ordinance]; and

WHEREAS, on January 27, 2004, the City filed a voluntary financial disclosure concerning, in part, certain errors and correctible statements in the City's FY 2002 Comprehensive Annual Financial Report [CAFR]; and

WHEREAS, the City retained the firm of Macias, Gini & O'Connell, LLP [Macias] to audit the City's FY 2004-05 financial statements before the issuance of the FY 2004-05 CAFR's and to conduct a fraud investigation into the audit of the City's FY 2003-05 financial statements;

WHEREAS, the City has now retained Macias to reaudit the Redevelopment Agency's FY 2003 financial statements, reaudit the City's FY 2003 Single Audit; and

WHEREAS, \$327,325 of additional funding is required to pay Macias for ongoing and additional auditing services; NOW, THEREFORE,

BE IT ORDAINED, by the Council of the City of San Diego, as follows:

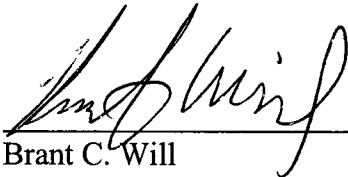
Section 1. That the Auditor and Comptroller is authorized to appropriate and to transfer up to \$327,325 from the Unallocated Reserve to the Public Liability Fund to fund the above-referenced audit services.

Section 2. That a full reading of this ordinance is dispensed with prior to its final passage, a written or printed copy having been available to the City Council and the public a day prior to its final passage.

Section 3. That this ordinance is declared to take effect and be in force immediately upon its passage after two public hearings pursuant to the authority contained in sections 71, 275 and 295 of the Charter of the City of San Diego.

Section 4. That the Mayor shall have no veto power over this ordinance pursuant to section 280(a)(4) of the Charter of the City of San Diego.

APPROVED: MICHAEL J. AGUIRRE, City Attorney

By   
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Brant C. Will  
Deputy City Attorney

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