

THE CITY OF SAN DIEGO
REPORT TO THE CITY COUNCIL

DATE ISSUED: April 18, 2007 REPORT NO: 07-065
ATTENTION: City Council Members
Docket of April 23, 2007
SUBJECT: Fiscal Year 2003 CAFR
REFERENCE: Municipal Code Section 22.0710, City Council Meeting 10/16/2006

REQUESTED ACTION:

Recieve and file, the City's Comprehensive Annual Financial Report for the Fiscal Year ended June 30, 2003.

STAFF RECOMMENDATION: As above

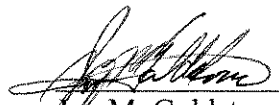
SUMMARY: Consistent with the remedial recommendation contained in the Report of the Audit Committee of the City of San Diego (Kroll Report) dated August 8, 2006, staff has provided numerous drafts of the CAFR to the City Council for their review and comment prior to the April 16, 2007 City Council meeting where this document will be discussed. At this meeting staff is recommending that it be received by the City Council as final. This document has been approved by the City's Disclosure Practices Working Group (DPWG) and the certificate of approval has been attached to this agenda item.

The public may obtain a copy of the City's 2003 CAFR on the City website at no charge.

FISCAL CONSIDERATIONS: None

PREVIOUS COUNCIL and/or COMMITTEE ACTION: October 16, 2006 Council Meeting


Greg Levin, Acting Deputy Comptroller
Auditor & Comptroller


Jay M. Goldstone
Chief Financial Officer

Attachment 1: Certification of the Disclosure Practices Working Group Regarding the March 13, 2007 FY 2003 CAFR

NOTE: Due to the size of the attachment, the distribution will be limited to the City Council Docket binders. A copy is available for review in the Office of the City Clerk.

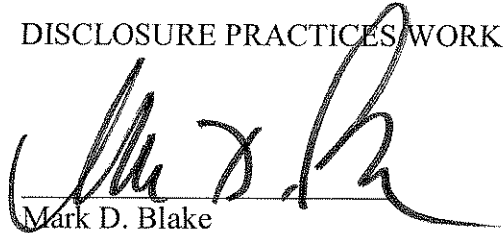
CERTIFICATION OF THE DISCLOSURE PRACTICES WORKING GROUP
REGARDING THE MARCH 13, 2007 FY 2003 CAFR

The DPWG has reviewed, in accordance with Section 22.4107(a) (1) of the Municipal Code and the Disclosure Controls and Procedures adopted by the DPWG, the draft of the FY 2003 CAFR in the form presented at the DPWG meeting of March 13, 2007. In the best judgment of the DPWG, such draft, together with the additional revisions discussed at such meeting, is in substantially final form.

The final version of the FY 2003 CAFR will not be released to the public until (1) KPMG LLP has issued their signed audit opinion letter regarding the financial statements, (2) the written certification required by Section 22.4111(b) of the Municipal Code is executed and (3) the Council has received and accepted the FY 2003 CAFR.

The FY 2003 CAFR, when it is released in final form, will be accompanied by a certificate of the Chief Financial Officer and the Auditor and Comptroller to the effect that, to the best of their knowledge, the information contained in the FY 2003 CAFR fairly presents, in all material respects, the financial condition and results of operation of the City as of, and for, the periods presented in the FY 2003 CAFR and does not make any untrue statement of a material fact or omit to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading.

DISCLOSURE PRACTICES WORKING GROUP



Mark D. Blake
Chief Deputy City Attorney

On behalf of DPWG*
Michael Aguirre, City Attorney
Jay Goldstone, Chief Financial Officer
Gail Granewich, Treasurer**
John McNally, Hawkins, Delafield & Wood LLP

cc: Jerry Sanders, Mayor
Ronne Froman, Chief Operating Officer
Andrea Tevlin, Independent Budget Analyst

* The position of Auditor and Controller is currently vacant.

** The Treasurer was not in attendance at the final DPWG meeting reviewing the 2003 CAFR. The Treasurer did review the 2003 CAFR in earlier meetings of DPWG on this subject.