

**MINUTES
COUNCIL AUDIT COMMITTEE
MEETING OF DECEMBER 12, 2016**

Council Chamber - City Hall

1. CALL TO ORDER/ROLL CALL - 3:33 PM

Roll Call

Present:

Michael Tubbs

Daniel Wright

Absent:

Elbert Holman.

NOTE: Member Holman arrived to the meeting at 3:35 PM

2. PUBLIC COMMENT

NOTE: Bonnie Paige, City Clerk - received a letter from Ned Leiba regarding item 3.2 that was shared with members of the Audit Committee and City Council and will be made a part of the permanent record (document filed).

Document filed by Ned Leiba - regarding 2016-12-12 Council Audit Committee meeting

3. ITEM(S) FOR DISCUSSION

3.1 16-3141 APPROVAL OF COMMITTEE MINUTES

RECOMMENDATION

~~Approve the minutes from the October 3, 2016 Council Audit Committee meeting.~~

Legislation Text

2016-10-03 Minutes for Approval

Chair Tubbs - noted that he and Vice Chair Wright were not present at the last Council Audit Committee meeting; asked that this item be continued to the next regularly scheduled meeting.

3.2 16-3221 INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES OF MEASURES A REVENUES AND EXPENDITURES FOR YEAR ENDED JUNE 30, 2015

Legislation Text

Attachment A - Measure A Independent Report Year Ended June 30 2015

Eden C. Casareno, Engagement Partner, Eadie & Payne LLP - gave the Independent Accountant's Report to the Committee with the aid of a PowerPoint presentation (filed) and answered questions from Committee members.

PowerPoint Presentation - Measure A & B Fiscal Year 2015 Agreed-Upon Procedures

Public Comment

Marcie Bayne - expressed concern that this report is not an Audit and was not conducted in accordance with the ordinance passed by voters; expressed concern that there is little tracking of where accrued tax money is being spent.

Ned Leiba - spoke to points outlined in his letter addressed to the Council Audit Committee (filed).

Information item only. No action required.

3.3 16-3232 INTERNAL AUDIT STATUS REPORT

Legislation Text

Attachment A - Internal Audit Status Report 12-12-16

Mark Steranka, Partner, Moss Adams LLP - gave an update on the Internal Audit Status Report to the Committee and answered questions from Committee members.

Approve **Motion 2016-12-12-0303** accepting City of Stockton's Internal Audit Status Report, dated December 12, 2016 for filing.

Moved by: Daniel Wright, seconded by Elbert Holman.

Vote: Motion carried 3-0

Yes: Michael Tubbs, Elbert Holman, and Daniel Wright.

3.4 16-3233 REVIEW AUDIT FINDINGS TRACKING REPORT UPDATE

Legislation Text

Attachment A - Audit Findings Tracking Report 12-07-16

Mark Steranka, Partner, Moss Adams LLP - gave an update on the Audit Findings Tracking Report to the Committee and answered questions from Committee members.

Approve **Motion 2016-12-12-0304** accepting City of Stockton's Audit Findings Tracking Report, dated December 7, 2016 for filing.

Moved by: Elbert Holman, seconded by Daniel Wright.

Vote: Motion carried 3-0

Yes: Michael Tubbs, Elbert Holman, and Daniel Wright.

3.5 16-3234 ENTERPRISE RISK ASSESSMENT FINAL REPORT

Legislation Text

Attachment A - Enterprise Risk Assessment Final Report 11-01-16

Mark Steranka, Partner, Moss Adams LLP - gave the Enterprise Risk Assessment Report to the Committee with the aid of a PowerPoint presentation (filed) and answered questions from Committee members.

PowerPoint Presentation - Internal Audit Program Risk Assessment Results

Public Comment

Ned Leiba - noted improvement in fiscal solvency; spoke to usefulness of report; urged need for stronger lines of communication between Audit Committee, Auditors and Certified Public Accountants (CPAs).

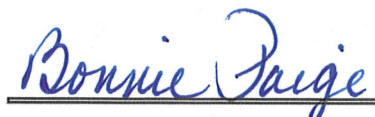
Approve **Motion 2016-12-12-0305** accepting City of Stockton's Enterprise Risk Assessment Report, dated November 1, 2016 for Audit Committee for filing, and forward to the full Council for review.

Moved by: Daniel Wright, seconded by Elbert Holman.

Vote: Motion carried 3-0

Yes: Michael Tubbs, Elbert Holman, and Daniel Wright.

4. ADJOURNMENT - 4:45 PM



BONNIE PAIGE, CMC
CITY CLERK, CITY OF STOCKTON