

**MINUTES  
COUNCIL AUDIT COMMITTEE - SPECIAL  
MEETING OF FEBRUARY 5, 2018**

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Council Chamber - City Hall 425 N El Dorado Street, Stockton, CA

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**1. CALL TO ORDER/ROLL CALL - 4:02 PM**

Roll Call

Present:

Christina Fugazi

Susan Lenz

Absent:

Dan Wright.

**NOTE:** Vice Chair Wright arrived to the meeting at 4:06 PM

**2. PUBLIC COMMENT**

None

**3. ITEM(S) FOR DISCUSSION**

**3.1 17-4240 ACCEPT BY MOTION THE INDEPENDENT AUDIT OF THE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR FISCAL YEAR ENDED  
JUNE 30, 2017**

Legislation Text

Attachment A - CAFR for fiscal year ended June 30, 2017

PowerPoint presentation - CAFR for FY Ending June 30, 2017

Public Comment

Ned Leiba - noted CAFR has been filed with EMMA and the Municipal Securities Rulemaking Board (MSRB); urged holding workshops before documents are filed

Approve **Motion 2018-02-05-0301** accepting the independent audit of the Comprehensive Annual Financial Report for the year ended June 30, 2017

**Moved by:** Dan Wright, seconded by Christina Fugazi.

**Vote:** Motion carried 3-0

**Yes:** Christina Fugazi, Susan Lenz, and Dan Wright.

**3.2 17-4241 ACCEPT BY MOTION PROPOSITION 111 APPROPRIATION LIMIT (GANN  
LIMIT), CORE REVENUES AUDIT, MEASURE M STRONG COMMUNITIES TAX**

## FUND AUDIT, AND MEASURE W PUBLIC SAFETY TAX FUND AUDIT FOR THE YEAR ENDED JUNE 30, 2017

### Legislation Text

Attachment A - 2017 Proposition 111 Appropriation Limit - GANN

Attachment B - 2017 Independent Accountants Report of AUP Core Revenues

Attachment C - 2017 Measure M Strong Communities Tax Fund Audit

Attachment D - 2017 Measure W Public Safety Tax Fund Audit

Approve **Motion 2018-02-05-0302** accepting the Proposition 111 Appropriation Limit (GANN Limit), Agreed-Upon Procedures Applied to Core Revenues, Measure M Strong Communities, and Measure W Public Safety Tax Fund Audit for the year ended June 30, 2017 for submission to the City Council

**Moved by:** Christina Fugazi, seconded by Dan Wright.

**Vote:** Motion carried 3-0

**Yes:** Christina Fugazi, Susan Lenz, and Dan Wright.

### 3.3 17-4242 ACCEPT BY MOTION THE INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES OF MEASURES A AND B REVENUES AND EXPENDITURES FOR YEAR ENDED JUNE 30, 2017

#### Legislation Text

Attachment A - Independent Accountant's Report FYE June 30, 2017

PowerPoint presentation - Agreed-upon Procedures Measure A and B

#### Public Comment

Ned Leiba - spoke to Measure language passed by voters (document filed)

Document filed by Ned Leiba - Measure B Overview

Approve **Motion 2018-02-05-0303** accepting the Independent Accountant's Report on applying agreed-upon procedures of Measures A and B Revenues and Expenditures for Year Ended June 30, 2017 (Attachment A)

**Moved by:** Dan Wright, seconded by Christina Fugazi.

**Vote:** Motion carried 3-0

**Yes:** Christina Fugazi, Susan Lenz, and Dan Wright.

**NOTE:** Vice Chair Wright left the meeting at 5:15 PM

### 3.4 18-4359 INTERNAL AUDIT STATUS REPORT

Legislation Text

Attachment A - Internal Audit Status Report, dated 02-05-18

Approve **Motion 2018-02-05-0304** approving the City of Stockton's Internal Audit Status Report, dated February 5, 2018

**Moved by:** Christina Fugazi, seconded by Susan Lenz.

**Vote:** Motion carried 2-0

**Yes:** Christina Fugazi, and Susan Lenz.

**Absent:** Dan Wright.

**3.5 18-4360 AUDIT FINDING TRACKING REPORT**

Legislation Text

Attachment A - Audit Findings Tracking Report, dated 01-17-18

Approve **Motion 2018-02-05-0305** approving the City of Stockton Audit Finding Tracking Report, dated January 17, 2018

**Moved by:** Susan Lenz, seconded by Christina Fugazi.

**Vote:** Motion carried 2-0

**Yes:** Christina Fugazi, and Susan Lenz.

**Absent:** Dan Wright.

**3.6 18-4361 PURCHASING, PROCUREMENT, AND ACCOUNTS PAYABLE INTERNAL CONTROLS TESTING FINAL REPORT**

Legislation Text

Attachment A - Purchasing, Procurement, and AP Final Report, dated 11-29-17

Approve **Motion 2018-02-05-0306** Final Report, dated November 29, 2017 and refer to the City Council

**Moved by:** Susan Lenz, seconded by Christina Fugazi.

**Vote:** Motion carried 2-0

**Yes:** Christina Fugazi, and Susan Lenz.

**Absent:** Dan Wright.

**3.7 18-4363 QUARTERLY POLICY PROJECT STATUS REPORT**

Legislation Text

Approve **Motion 2018-02-05-0307** approving the City of Stockton's Quarterly Policy Project Status Report, dated January 31, 2018

**Moved by:** Christina Fugazi, seconded by Susan Lenz.

**Vote:** Motion carried 2-0

**Yes:** Christina Fugazi, and Susan Lenz.

**Absent:** Dan Wright.

### 3.8 17-4001 APPROVAL OF MINUTES

Legislation Text

2017-10-18 Minutes for Approval

Approve **Motion 2018-02-05-0308** approving the minutes from the Council Audit Committee meeting of October 18, 2017

**Moved by:** Christina Fugazi, seconded by Susan Lenz.

**Vote:** Motion carried 2-0

**Yes:** Christina Fugazi, and Susan Lenz.

**Absent:** Dan Wright.

### 4. FUTURE ITEMS/COMMITTEE MEMBER COMMENTS

None

### 5. ADJOURNMENT - 5:41 PM

  
  
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BRET HUNTER, CMC  
CITY CLERK, CITY OF STOCKTON