

Meeting Date: 6/9/2016

Report Type: Consent

Report ID: 2016-00607

Title: City Auditor's Activity Report for 3rd Quarter of Fiscal Year 2015/16

Location: Citywide

Recommendation: Pass a Motion accepting the City Auditor's Activity Report for the 3rd Quarter of Fiscal Year 2015/16.

Contact: Jorge Oseguera, City Auditor, (916) 808-7270, Office of the City Auditor

Presenter: None

Department: Mayor/Council

Division: Office of the City Auditor

Dept ID: 01001201

Attachments:

1-Description/Analysis

2-City Auditor's Activity Report for the 3rd Quarter 2016

City Attorney Review

Approved as to Form
Sandra Talbott
6/1/2016 4:49:47 PM

Approvals/Acknowledgements

Department Director or Designee: Jorge Oseguera - 5/31/2016 11:21:47 AM

Description/Analysis

Issue Detail: According to the City Council Rules of Procedures, the Budget and Audit Committee shall receive, review, and forward to the council as appropriate, reports, recommendations, and updates from the City Auditor. This report documents the Auditor's Office activity for the 3rd quarter of Fiscal Year 2015/16.

Policy Considerations: The City Auditor's presentation of the Activity Report is consistent with the Mayor and City Council's intent to have an independent audit function for the City of Sacramento.

Economic Impacts: None

Environmental Considerations: None

Sustainability: None

Commission/Committee Action: The Budget and Audit Committee unanimously accepted this report on May 3, 2016 and forwarded it to the full City Council for approval.

Rationale for Recommendation: This staff report provides the Budget and Audit Committee with information that may be used to meet its responsibility to provide oversight and supervision of the City Auditor.

Financial Considerations: The costs of the audits listed in the Activity Report were funded out of the FY2015/16 Office of the City Auditor Budget.

Local Business Enterprise (LBE): Not applicable.



May 4, 2016

Honorable Members of the Audit Committee:

Activity highlights for January through March 2016:

- Our office was awarded the Distinguished Knighton award for best performance audit in the small shop category by the Association of Local Government Auditors. Judges felt the audit was a thorough and well-documented examination of an issue that affects a broad swath of the public. (See Attachment 3)
- As required by Government Auditing Standards, our office underwent an independent external peer review. Based on the results of the review, the peer review team determined that the City Auditor's internal quality control system is suitably designed and operating effectively to provide reasonable assurance of compliance with Government Auditing Standards. (See Attachment 4)
- Issued an *Audit of the Entertainment and Sports Center Local Hiring and Business Involvement*.
- Issued the City Auditor's Recommendation Follow-up Report for the Six Month Period Ending December 31, 2015.
- Issued the City Auditor's Activity Report for the 2nd quarter of 2015/16.
- Reinitiated an *Audit of the City's Risk Management Division*.
- Made a presentation to the City's Management Academy on the role and work of the Office of the City Auditor.
- Reinitiated the City Auditor's Fellows program. As a result, Joe Flores is volunteering at our office and working towards completing an audit.
- The City Auditor's Office investigated a number of whistleblower allegations.

Status of the City Auditor's FY 2015/16 Audit Plan as of March 2016

	Preliminary Survey	Risk Assessment	Audit Fieldwork	Report Writing	Audit Issuance Date
Assignments Completed					
City Vendor List Audit	Completed	Completed	Completed	Completed	Dec 2015
SHRA	Completed	Completed	Completed	Completed	Oct 2015
Assessment of the City's Sexual Harassment Policy	Completed	Completed	Completed	Completed	Sep 2015
Entertainment and Sports Center Local Hiring and Business Involvement	Completed	Completed	Completed	Completed	Feb 2016
Assignments In Process					
Audit of the Risk Management Division	Completed	Completed	In Progress		
Utilities Department Payroll Audit	Completed	Completed	In Progress		
Fire Department's Use of Overtime	Completed	Completed	In Progress		
Assignments Not Yet Started					
City Procurement of Small Contracts	Not Started				
Police Department	Not Started				

On behalf of the Auditor's Office, I would like to express my appreciation to the City staff for their cooperation and assistance during our reviews.

Respectfully submitted,



Digitally signed by Jorge Oseguera
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Sacramento, ou=Office of the City Auditor,
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Date: 2016.04.20 11:55:11 -0700

Jorge Oseguera