



**Council Audit and Finance Committee Special Called Meeting
Tuesday, May 01, 2012**

MINUTES

Minutes were approved at the May 23, 2012 Meeting

THE AUSTIN CITY COUNCIL AUDIT AND FINANCE COMMITTEE CONVENED ON TUESDAY, MAY 01, 2012 AT 10:00 A.M. IN THE BOARDS AND COMMISSIONS ROOM, FIRST FLOOR, ROOM 1101, CITY HALL, 301 W. 2nd STREET.

The meeting was called to order at 10:06 a.m. by Chair Sheryl Cole. In attendance were Council Member Spelman, and Council Member Laura Morrison. Council Member Tovo arrived at approximately 10:45 a.m.

Agenda Item #1: Citizen Communication

There were no Citizens signed up to speak at this meeting.

Agenda Item #2: Approval of the March 26, 2012 and April 20, 2012 minutes

The minutes of the March 26, 2012 and April 20, 2012 meetings of the Audit & Finance Committee were approved on Council Member Spelman's motion, seconded by council Member Morrison, with a 3-0 vote. Council Member Tovo was off the dais.

Agenda Item #3: Presentation of the Comprehensive Annual Financial Report by Deloitte & Touche LLP, the City's External Auditor (Financial & Administrative Services Department)

Diana Thomas, City Controller, and Tracy Cooley of Deloitte and Touche LLP presented the results of the City's external audit of the FY 2011 City's Comprehensive Annual Financial Report (CAFR).

Council Members Spellman and Morrison, and Mayor Pro Tem Cole asked several questions of Ms. Thomas and Ms. Cooley regarding the report.

Agenda Item #4: Presentation and acceptance of the Austin Energy Proposed Revenue Requirement Audit (City Auditor's Office)

Item #4 was presented after Agenda Item #6.

Walt Persons, Assistant City Auditor, presented the results of the audit, which was led by Henry Katumwa, as the AIC over the project.

Council Members and the Mayor Pro Tem asked several questions of Mr. Persons about the audit.

The report was accepted by Council Member Morrison motion, seconded by Council Member Spelman, with a 4-0 vote.

Agenda Item #5: Presentation and acceptance of the HIV Grants Contract Audit (City Auditor's Office)

Rachel Snell, Assistant City Auditor, presented the results of the audit, which was performed by Kathie Harrison as the Auditor-in-Charge (AIC).

Council Members asked several questions of Carlos Rivera, HHS Department Director and Bob Corona, HHS Chief of Staff, and Stephanie Hayden, Acting Assistant Director over the HHS Community Services Division.

The report was accepted by Council Member Spelman's motion, seconded by Council Member Morrison, with a 4-0 vote.

Agenda Item #6: Presentation of the Social Services Monitoring Update (HHSD)

Carlos Rivera, HHSD Department Director, and Kimberly Maddox, Chief Administrative Office for HHSD, presented an update of the Social Services Monitoring Program.

Council Members asked several questions of the HHS staff, and Council Member Morrison asked for an annual report of how the HHS contractors are doing related to the monitoring process. Council member Spelman asked HHS staff to determine if they have the authority to use data from the monitoring process in future contract negotiations.

Agenda Item #4 was taken after Agenda Item #6.

At 12:07pm, Agenda Items #7 & #8 were postponed to a future meeting, and the meeting was adjourned. However, City Auditor Ken Mory pointed out that Agenda Item #7 was time sensitive and needed to be presented at this meeting. On Mayor Pro Tem Cole's motion and Council Member Spelman's second, the meeting was reconvened on a 4-0 vote.

Agenda Item #7: Presentation of the Office of the City Auditor FY 13 Proposed Budget (City Auditor's Office)

City Auditor Ken Mory presented the proposed FY 13 Budget for the Office of the City Auditor and noted that he will be asking for acceptance at the next meeting.

Agenda Item #8: Presentation of the City Auditor's Integrity Unit Quarterly Performance Report (City Auditor's Office)

This item was postponed until a future meeting.

The meeting was adjourned at 12:12 p.m. by Mayor Pro Tem Cole without objection.