



December 6, 2016

Honorable Members of the Audit Committee:

Activity highlights for July through September 2016:

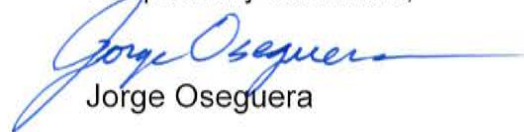
- The Office of the City Auditor completed an *Audit of the City's Gender and Ethnic Diversity*.
- The Office of the City Auditor issued the *City Auditor's Recommendation Follow-up Report for the Six-Month Period ending June 30, 2016*.
- The Office of the City Auditor Issued the Quarterly Activity Report for April through June 2016.
- The City Auditor recruited and hired Auditor Sean Arnold and Senior Auditor Chau Cao.
- The Office of the City Auditor investigated a number of whistleblower allegations.

Status of the City Auditor's FY 2016/17 Audit Plan as of September 2016

	Preliminary Survey	Risk Assessment	Audit Fieldwork	Report Writing	Audit Issuance Date
Assignments Completed					
An Audit Of the City's Gender And Ethnic Diversity	Completed	Completed	Completed	Completed	Jul 2016
Assignments In Progress¹					
An Audit of the Department of Utilities Labor Reporting	Completed	Completed	Completed	Completed	Oct 2016
Audit of the Risk Management Division	Completed	Completed	Completed	Completed	Nov 2016
Fire Department's Use of Overtime	Completed	Completed	Completed	In Progress	
City Procurement of Small Contracts	Completed	Completed	In Progress		
An Audit of the Utilities Inventory System	In Progress				
An Audit of the City's Medical Marijuana Dispensaries	In Progress				
Assignments Not Yet Started					
Police Department	Not Started				
An Audit of City's Parks and Recreation Department	Not Started				
An Audit of the Entertainment and Sports Center Local Hiring and Business Involvement (Phase II)	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,


 Jorge Oseguera

¹ Audits listed in Assignment In Progress that note an audit issuance date are disclosing the projected report issuance date.