



## STAFF REPORT

**Meeting Date:** September 20, 2016  
**To:** Honorable Mayor & City Council  
**From:** Don Rhoads, Director of Administrative Services/ Chief Financial Officer  
**Subject:** July 12, 2016 Audit Committee Meeting  
**Attachments:** 1. Minutes

---

### INTRODUCTION

This report transmits to City Council the minutes of the annual Audit Committee meeting and is for information only.

### DISCUSSION

Each year the City's financial statements are audited by an outside Certified Public Accounting firm, currently White Nelson Diehl Evans LLP, and the auditors present their findings to the City's Audit Committee. White Nelson Diehl Evans LLP has one year remaining on a five-year contract. Members of this year's Committee include Councilmember Nancy Krasne, Councilmember Kathy Reims and City Treasurer Eliot Finkel. As the attached minutes reflect, the auditors reported that the City once again received a "clean" opinion on its financial statements.

### FISCAL IMPACT

None.

### RECOMMENDATION

None. This report is for information only.

  
Approved By  
Don Rhoads

# **Attachment 1**



CITY OF BEVERLY HILLS  
BEVERLY HILLS CITY COUNCIL / AUDIT COMMITTEE  
CITY HALL – FOURTH FLOOR CONFERENCE ROOM A  
Tuesday, July 12, 2016

The Beverly Hills City Council/Audit Committee meeting was called to order at 4:00pm.

1. ROLL CALL

Present: Nancy Krasne, Councilmember; Kathy Reims, Councilmember; Eliot Finkel, City Treasurer; Mahdi Aluzri, City Manager; Don Rhoads, Director of Administrative Services and Chief Financial Officer; Roza Jakabffy, Accounting Manager; Michael Ludin, Tax Advisory and Audit Services Partner at White Nelson Diehl Evans LLP; Daphnie Munoz, Audit Partner at White Nelson Diehl Evans LLP; Michael Glabb, Senior Manager at White Nelson Diehl Evans LLP; and Karen Fremming who acted as Secretary of the meeting.

2. JUNE 30, 2015 AUDIT

Mr. Ludin reported to the committee that based on his firm's audit of the City's financial records for fiscal year 2015-2016, it was determined that the financial statements of the City of Beverly Hills were "fairly stated," resulting in a "clean" or "unqualified" opinion.

Committee members asked several questions regarding auditor methodology for detecting missing revenue payments, reviewing city expenditures, and what level of error they would view as material for audit purposes. Auditors responded to the questions by discussing their approach to the audit of revenues and expenditures.

Mr. Ludin also reviewed the Single Audit report and told the committee their review of the City's internal controls resulted in no significant audit findings or questioned costs.

3. ADJOURNMENT

There being no further business, the meeting adjourned at approximately 5:40p.m.