

MINUTES

Thursday, May 11th, 2006



Audit Committee
City of Sioux Falls

7:00 p.m. at Carnegie Town Hall
235 West Tenth Street

Members Present:

Chair Paul Reiter, CPA
Kevin Kavanaugh, City Council
Bob Jamison, City Council
Brad Whitsell, CPA
Anne Opegard, CPA
Debra Owen, Chief of Staff

1. Welcome and Call to Order

Chair Paul Reiter called the meeting to order at 7:02. A motion was made by Brad Whitsell to adopt the May 11, 2006 minutes and seconded by Anne Opegard.

2. Rich Oksol, Internal Auditor for City of Sioux Falls

Rich presented a report of what internal audit has done the last several years and draft copies of audit reports from 2006. He also handed out a well-prepared folder with audit protocols, a list of other internal auditor's websites, an internal audit charter and information on the number of auditors in other municipalities. Rich also handed out a Fraud Prevention and Detection prepared by the Internal Audit of Sioux Falls. Rich has been with the City for 23 years. He both a member of the CPA's and CGAP.

3. City's outside Audit report and management letters from 2004 and 2005.

Committee discussed the 2005 audit report and management letter and the observation that Eide Bailly is a two week "walk through" of the City's books. There was a feeling there may need to be a more thorough review. There was also a desire to see the 2004 audit report and management letters.

4. Open Discussion -- State's Legislative Audit Program

Since the last State Audit was 1989. The Committee would like to request another full State Audit.

5. Hiring an Auditor

Brief discussion, committee decided to hold for the May 23, 2006 agenda.

6. Schedule Future Meeting (s)

Paul reminded everyone of the next meeting on May 23, 2006 at 7:00pm. Jennifer Holson will be attending to explain the processes of hiring a lead auditor.

7. Adjournment