

**Audit Resource Management Report to
Audit Committee
2021 June 24**

**ISC: UNRESTRICTED
AC2021-0914
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External Auditor 2020 Management Letter

RECOMMENDATION(S):

That the Audit Committee:

1. Requests the External Auditor provide an update regarding the implementation status of the recommendations contained in the 2020 Management Letter (Attachment) at the 2022 January Audit Committee meeting; and
2. Recommends that Council receives this Report and Attachment for the Corporate Record.

RECOMMENDATION OF THE AUDIT COMMITTEE, 2021 JUNE 24:

That Council receive Report AC2021-0914 and Attachment for the Corporate Record.

HIGHLIGHTS

- This report contains the annual Management Letter received from Deloitte LLP, The City's External Auditor, relating to the audit of The City's 2020 consolidated financial statements.
- What does this mean to Calgarians? Calgarians are provided with assurance that recommendations made by the external auditor are followed up and implemented.
- Why does this matter? This provides citizens with transparency on Administration's efforts to mitigate any potential risk and gives assurance that recommended changes are implemented in a timely manner.
- The 2020 External Auditor's Year-End Report was presented at the 2021 April 20 Audit Committee Meeting (AC2021-0560) and was received for the Corporate Record by Council at their 2021 April 26 Strategic Meeting.
- The annual Management Letter to The City's Administration reflects the observations the External Auditor had during the 2020 Audit. These matters were not significant or material in nature in the context of the financial statements taken as a whole and did not impact Deloitte's ability to issue the audit report.
- Audit Committee should ensure that the recommendations made by the External Auditor are implemented after an appropriate interval of time, by directing that the External Auditor prepare a follow-up report for the Audit Committee's 2022 January meeting.
- Strategic Alignment to Council's Citizen Priorities: A well-run city
- Audit Committee Bylaw 33M2020 provides the authority for Audit Committee to review the External Auditor's Management Letters and request updates.

ATTACHMENT

Deloitte LLP 2020 Management Letter

Department Circulation

Councillor Evan Woolley	Chair of Audit Committee	Approve
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