

EXTERNAL AUDITOR 2013 MANAGEMENT LETTER UPDATE

EXECUTIVE SUMMARY

This is an update on identified matters that may be of interest to Administration on the 2013 Audit of the City of Calgary financials. These identified matters were not significant or material in nature.

RECOMMENDATIONS:

1. That Audit Committee receives this Report for Information;
2. That Audit Committee recommends that Council receive this Report for Information; and
3. Direct that Attachment 2 to this Report and the In-Camera discussion remain confidential under sections 24(1)(a), 25(1)(b) and (c) of the *Freedom of Information and Protection of Privacy Act*.

RECOMMENDATION OF THE AUDIT COMMITTEE, DATED 2015 JANUARY 22:

That Council:

1. Receives this Report for information; and
2. Keeps Attachment 2 to this Report confidential pursuant to Sections 24(1)(a), 25(1)(b) and (c) of the *Freedom of Information and Protection of Privacy Act*.

PREVIOUS COUNCIL DIRECTION / POLICY

The Audit Committee Bylaw states that Audit Committee, with respect to the External Auditor:

“Receives and reviews the External Auditor’s Management Letter(s), together with any Administration response, and forward, either in full or in summary, to Council for information.”

Schedule “B”, section 1(f)

BACKGROUND

The External Auditor, Deloitte LLP, presented their External Auditor 2013 Management Letter, AC2014-00533, to Audit Committee in June 2014.

This is an update to that Management Letter and Report.

INVESTIGATION: ALTERNATIVES AND ANALYSIS

Deloitte’s assessment of Administration’s actions, the original findings, recommendations and Administration’s comments, are outlined in the attached letter from Deloitte.

Audit Committee should consider all recommendations made by the External Auditor and the responses from Administration to see if the recommendations have been appropriately implemented or responded to.

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Stakeholder Engagement, Research and Communication

The letter is addressed to The City's Chief Financial Officer.

Strategic Alignment

Not applicable.

Social, Environmental, Economic (External)

Not applicable.

Financial Capacity

Current and Future Operating Budget:

There are no budget implications for this Report.

Current and Future Capital Budget:

There are no budget implications for this Report.

Risk Assessment

There are potential non-material risks to the City of Calgary if the Deloitte recommendations are not appropriately implemented or responded to by Administration.

REASON FOR RECOMMENDATION:

This Report is for Information only.

ATTACHMENTS

1. Deloitte LLP 2013 Management Letter Update
2. Deloitte LLP 2013 Management Letter Update - Confidential