

**Vision:** *The City of Greater Sudbury is a growing, world-class community bringing talent, technology and a great northern lifestyle together.*



# Agenda

## Audit Committee

meeting to be held

Thursday, June 24<sup>th</sup>, 2010

**at 4:30 pm**

Committee Room C-11, Tom Davies Square

# AUDIT COMMITTEE AGENDA

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For the 5<sup>th</sup> Audit Committee Meeting  
to be held on **Thursday, June 24, 2010**  
**Committee Room C-11, Tom Davies Square at 4:30 pm**

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**COUNCILLOR FRANCES CALDARELLI, CHAIR**

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**Claude Berthiaume, Vice-Chair**

## **DECLARATIONS OF PECUNIARY INTEREST AND THE GENERAL NATURE THEREOF**

### **PRESENTATIONS**

1. Report dated June 16, 2010 from the Chief Financial Officer/City Treasurer regarding 2009 Audit Findings Report. **4 - 5**  
**(ELECTRONIC PRESENTATION) (FOR INFORMATION ONLY)**
  - Wayne McDonald, CA, KPMG LLP

(This report provides the audit findings with respect to the 2009 year-end.)

### **MANAGERS' REPORTS**

2. Report dated June 16, 2010 from the Chief Financial Officer/City Treasurer regarding 2009 Draft Annual Financial Statements. **6 - 6**  
**(RECOMMENDATION PREPARED) (REPORT TO BE TABLED)**

(This report provides the draft Consolidated Financial Statements of the City of Greater Sudbury for the year ended December 31, 2009.)

### **Adjournment (Resolution Prepared)**

**ANGIE HACHÉ, CITY CLERK**

**FRANCA BORTOLUSSI, COUNCIL SECRETARY**



## For Information Only

### 2009 Audit Findings Report

Presented To:	Audit Committee
Presented:	Thursday, Jun 24, 2010
Report Date	Wednesday, Jun 16, 2010
Type:	Presentations

### Recommendation

For information only.

### BACKGROUND

For entities with public accountability, auditing standards now require auditors to communicate specific information to an Audit Committee. The City's auditors will be presenting their Audit Findings Report with respect to the 2009 year-end to the Audit Committee on June 24, 2010. Their presentation will cover the following issues:

- Audit Opinion
- Independence
- Audit Highlights and Findings
- Current Developments
- Performance Improvement Observations

#### Signed By

**Report Prepared By**

Paddy Buchanan  
Manager of Accounting  
*Digitally Signed Jun 17, 10*

**Recommended by the Department**

Lorella Hayes  
Chief Financial Officer/City Treasurer  
*Digitally Signed Jun 17, 10*

**Recommended by the C.A.O.**

Doug Nadorozny  
Chief Administrative Officer  
*Digitally Signed Jun 16, 10*

The purpose of their presentation will be to communicate to the Committee a summary of any significant findings and other matters which our auditors believe should be brought to your attention, thereby assisting this Committee with respect to their review and recommendation to Council for approval of the 2009 Financial Statements.

Staff are pleased to report that this year's audit report has been issued "without reservation". This means that, in the auditor's opinion, our financial statements present fairly, "in all material respects", our financial position and the results of our operations and changes in financial position for the year ended December 31, 2009.

In addition to reporting all financial transactions appropriately following Generally Accepted Accounting Principles, management also has a responsibility to apply their best judgement at the time in preparing accounting estimates and/or disclosures in the financial statements.

The concept of materiality is applied in determining whether or not the statements are considered to be a fair representation. Materiality includes both qualitative and quantitative factors which are assessed in the light of whether or not they may be likely to influence the decisions made by persons relying on the financial statements. The auditors will confirm that they have reviewed uncorrected financial statement misstatements. Management has reviewed the misstatements and determined that individually and in aggregate they are not material to the financial statements.

A further requirement of any audit is to obtain sufficient understanding of internal controls and to test those internal controls so that the auditor can place reliance on them as part of the audit. The Audit Findings Report will comment on any material weaknesses that have been identified as part of the audit.

## Request for Decision

### 2009 Draft Annual Financial Statements

Presented To: Audit Committee

Presented: Thursday, Jun 24, 2010

Report Date Wednesday, Jun 16, 2010

Type: Managers' Reports

### Recommendation

THAT the draft Consolidated Financial Statements for the City of Greater Sudbury and the City of Greater Sudbury Trust Funds, for the year ended December 31, 2009 as presented be accepted and recommended for Council approval.

### BACKGROUND

The draft Consolidated Financial Statements of the City of Greater Sudbury and the City of Greater Sudbury Trust funds for the year ended December 31, 2009 will be tabled at the meeting. These draft financial statements have been audited and the Audit Report expresses an unqualified audit opinion.

At a later date, you will receive a comprehensive package that includes the following financial reports for the year ended December 31, 2009:

- Consolidated Financial Statements of the City of Greater Sudbury
- Ministry Consolidated Financial Information Return for the City of Greater Sudbury
- Financial Statements of the City of Greater Sudbury Trust Funds
- Financial Statements of the Sudbury Airport Community Development Corporation
- Consolidated Financial Statements of Greater Sudbury Utilities Inc./Services Publics du Grand Sudbury Inc.
- Financial Statements of the Sudbury Metro Centre
- Financial Statements of the Sudbury and District Health Unit
- Financial Statements of the Greater Sudbury Housing Corporation
- Financial Statements of the Sudbury Community Development Corporation
- Financial Statements of the City of Greater Sudbury Community Development Corporation

#### Signed By

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Paddy Buchanan  
Manager of Accounting  
*Digitally Signed Jun 17, 10*

**Recommended by the Department**

Lorella Hayes  
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