

## **RESOLUTION NO. 2007-061**

Adopted by the Sacramento City Council

January 30, 2007

### **FISCAL YEAR 2006 COMPREHENSIVE ANNUAL FINANCIAL REPORT**

#### **BACKGROUND**

- A. The City's Fiscal Year 2006 Comprehensive Annual Financial Report (CAFR) was prepared to present the City's financial conditions and the results of its activities for the fiscal year ended June 30, 2006. The CAFR financial statements were audited, as required by the City Charter, by an independent public accounting firm.
- B. The public accounting firm of Macias, Gini & O'Connell LLP audited the City's 2006 fiscal year financial statements and rendered its unqualified opinion that the financial statements are fairly presented in accordance with generally accepted accounting principles.
- C. The auditors have also completed the City's Single Audit for the 2006 fiscal year and have rendered their opinion that the City's Schedule of Expenditures of Federal Awards is fairly stated, in relation to the basic financial statements taken as a whole.
- D. The independent auditor's Report to Management includes no audit adjustments, disagreements, comments or recommendations for management consideration for this year's audit.
- E. The City's Internal Audit Manager participated in the independent audit process by meeting with the auditors during their fieldwork.

#### **BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:**

- Section 1. Accepts the June 30, 2006 Comprehensive Annual Financial Report.
- Section 2. Accepts the June 30, 2006 Single Audit Report.
- Section 3. Authorizes the \$4.1 million designation of fund balance in the General Fund for department carryover.
- Section 4. Authorizes the establishment of a \$376,000 designation of fund balance in the General Fund for City Council discretionary account carryover.
- Section 5. Authorizes the establishment of a \$1 million designation of fund balance in the General Fund for an SB90 reserve.

Section 6. Amends the 2007 budget to reflect actual beginning available fund balances.

**Table of Contents:**

Exhibit A Comprehensive Annual Financial Report  
Exhibit B Single Audit Report

Adopted by the City of Sacramento City Council on January 30, 2007 by the following vote:

Ayes: Councilmembers, Cohn, Fong, Hammond, McCarty, Pannell, and Mayor Fargo.

Noes: None.

Abstain: None.

Absent: Councilmembers Sheedy, Tretheway and Waters.

  
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Mayor, Heather Fargo

Attest:  
  
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Shirley Concolino, City Clerk