



MAKING GOVERNMENT WORK BETTER COMMITTEE

CHUCK REED, CHAIR
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KEN YEAGER, MEMBER

KAY WINER, DEPUTY CITY MANAGER
DANIELLE KENEALEY, ATTORNEY'S OFFICE
LYDIA TOLLES, MAYOR'S OFFICE
DAVID BAUM, REDEVELOPMENT AGENCY

Executive Summary

1:30 PM

June 15, 2006

Room W-118 /119

PRESENT: Chair Chuck Reed, Member Linda LeZotte

EXCUSED: Member Ken Yeager, Member David Cortese

STAFF: Kay Winer, Deputy City Manager; Lydia Tolles, Mayor's Office; Danielle Kenealey, Attorney's Office; David Baum, Redevelopment Agency; Robin Opheim, City Auditor's Office; Jorge Oseguero, City Auditor's Office; Mike Edmonds, City Auditor's Office; Peter Jensen, Director of General Services; Jamie Matthews, Planning, Building, and Code Enforcement; Thomas Brim, Planning, Building, and Code Enforcement

The meeting convened at 1:31 p.m.

1. Review of Allied Waste Expenditures for the Period of June 1, 2005 Through May 31, 2006 (Auditor's Office)

Mike Edmonds, City Auditor's Office, presented the Review of Allied Waste Expenditures for the Period of June 1, 2005 through May 31, 2006 report. The review concluded that Allied Waste had addressed issues identified in the 2004-2005 review by the Auditor except for undercharging the City by a small amount. Allied Waste has taken corrective action to prevent future billing errors. Motion was made by Member LeZotte, seconded by Chair Reed to accept the report. Motion carried unanimously with two members excused.

2. Status Report on the Implementation of the Auditor's Recommendations in Three Audits of the Utilization and Replacement of the City's Transport Vehicles, Metered and Heavy Equipment. (Auditor's Office/General Services)

Jorge Oseguero, City Auditor's Office, presented the Status Report on the Implementation of the Auditor's Recommendations in Three Audits of the Utilization and Replacement of the City's Transport Vehicles, Metered and Heavy Equipment.

General Services Department has made significant progress by realizing savings of more than \$34 million and additional savings in the future of more than \$10 million. Mr. Oseguero stated that as of May 31, 2006, the General Services Department had reported implementing the remaining 16 recommendations. The Auditor's Office will verify implementation status during the next Semi-Annual Audit recommendation follow-up. The Auditor's Office stated further that General Services Department has institutionalized a continuous improvement process regarding fleet management. Peter Jensen, Director of General Services, thanked the City Auditor's Office for working with the Department to achieve actual and potential savings of more than \$44 million and to institute changes in the way Fleet Management conducts business. Motion made by Member LeZotte, seconded by Chair Reed to accept the status report. Motion carried unanimously with two members excused.

3. Oral Petitions

No oral petitions.

4. Adjournment

The meeting adjourned at 1:48 p.m.



Chuck Reed, Chairperson
Making Government Work Better Committee