



COUNCILMEMBER DONNA FRYE

City of San Diego
Sixth District

MEMORANDUM

DATE: October 29, 2004

TO: P. Lamont Ewell, City Manager
Casey Gwinn, City Attorney

FROM: Councilmember Donna Frye *Donna Frye*

SUBJECT: Full Disclosure and Cooperation with KPMG Audit

I have recently become aware of an October 11, 2004 letter from KPMG to the City Manager and the City Attorney in regards to alleged illegal acts by our city officials regarding the current audit being performed by KPMG.

I am requesting and urging in the strongest terms that the City Manager and City Attorney agree to conduct an investigation of likely illegal acts, as requested by KPMG on the terms they have specified. I request that the City strictly comply with all requests by KPMG and that no further efforts to restrict or narrow this investigation be taken. This includes the immediate release of all pertinent information needed for the investigation so that KPMG can issue the 2003 City Annual Financial Report (CAFR) without further delay. There should be full disclosure and cooperation with the agencies conducting the investigation and audit. I also believe a new team should be assembled that will disclose all the information needed to find out the truth.

Thank you for your attention to this matter. Your timely response is greatly appreciated. I request that I be kept informed of any future requests for information and any developments in this investigation. I fully intend to follow up on this request at the next regularly scheduled meeting of the City Council.

cc: Honorable Mayor Dick Murphy
Honorable City Councilmembers

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