THE CITY OF SAN DIEGO

October 10, 2008

Councilmember Tony Young
Tony Young for City Council 2006 (ID # 1283388)
c/o F. Laurence Scott, Jr. Treasurer
330 Encinitas Blvd., Suite 101
Encinitas, CA 92024-8705

Re: Ethics Commission Audit of Tony Young for City Council 2006 (ID # 1283388)

Dear Mr. Scott:

The Ethics Commission audit of the above-referenced committee is now concluded, and the Final Audit Report is enclosed. This report was delivered to the Ethics Commission at its regularly-scheduled meeting held on October 9, 2008. The Commission observed that the findings reflected in the Audit Report indicate that the committee did an admirable job of substantially complying with local campaign laws and maintaining excellent records. As a result, the Commission voted to accept the report.

Thank you for your assistance and cooperation during the course of the audit.

Sincerely,

Rosalba Gomez
Ethics Commission Auditor

Enclosure

Ethics Commission
1010 Second Avenue, Suite 1530 • San Diego, CA 92101
Tel (619) 533-3476 Fax (619) 533-3448

THE CITY OF SAN DIEGO

FINAL AUDIT REPORT

October 2, 2008

Councilmember Tony Young
Tony Young for City Council 2006
c/o F. Laurence Scott, Jr. Treasurer
330 Encinitas Blvd., Suite 101
Encinitas, CA 92024-8705

Treasurer: F. Laurence Scott, Treasurer
330 Encinitas Blvd., Suite 101
Encinitas, CA 92024-8705

SAN DIEGO ETHICS COMMISSION
AUDIT REPORT:
Tony Young for City Council 2006

I. Introduction

This Audit Report contains information pertaining to the audit of the committee, Tony Young for City Council 2006, Identification Number 1283388 ("the 2006 Committee") for the period from January 23, 2006, through March 30, 2007. The Committee was selected for audit by a designee of the City Clerk in a random drawing conducted at a public meeting of the Ethics Commission held on September 19, 2007. In addition, our Audit Manual states that if a committee controlled by a candidate is selected for audit, then any other City of San Diego committees controlled by the same candidate during the audit period shall be included in the audit. Therefore, we also audited the committee, Tony Young for City Council, Identification Number 1270661 ("the 2004 Committee") for the period of January 23, 2006, through June 30, 2006. The audit was conducted to determine whether the Committees materially complied with the requirements and prohibitions imposed by the City of San Diego's Election Campaign Control Ordinance (San Diego Municipal Code Chapter 2, Article 7, Division 29).

During the period covered by the audit, the 2006 Committee reported total contributions of $77,822.95 (inclusive of $956.54 non-monetary contributions) and total expenditures of $77,419.66. The difference, $403.29, represents miscellaneous increases to cash and adjustments. During the period covered by the audit, the 2004 Committee reported total contributions of $11,689.03 (inclusive of $65 non-monetary contributions) and total expenditures of $11,892.00. The majority

of the 2004 Committee's activity took place prior to this audit period. Therefore, there is no reason to expect the contributions and expenditures to reconcile. **The audit revealed no material findings. The Committees substantially complied with the disclosure and record-keeping provisions of the San Diego Election Campaign Control Ordinance.**

II. Committee Information

On March 1, 2006, the 2006 Committee file a Statement of Organization with the City Clerk indicating that it qualified as a committee on February 17, 2006. The 2006 Committee was formed to support the re-election of Tony Young for the District 4 City Council position in the June 6, 2006, primary election. On April 7, 2007, the Committee filed a Statement of Termination indicating that its filing obligations were completed on March 29, 2007.

The 2004 Committee was formed to support the election of Tony Young in the November 2004 District 4 special election. On July 27, 2006, the 2004 Committee filed a Statement of Termination indicating that its filing obligations were completed on June 30, 2006.

The 2004 and 2006 Committees' treasurer was Scott & Cronin LLP represented by F. Laurence Scott, Jr. and Nancy Haley.

III. Audit Authority

The Commission is mandated by San Diego Municipal Code section 26.0414 to audit campaign statements and other relevant documents to determine whether campaign committees comply with applicable requirements and prohibitions imposed by local law.

IV. Audit Scope and Procedures

This audit was performed in accordance with generally accepted auditing standards. The audit involved a thorough review of the Committee's records for the time period covered by the audit. This review was conducted to determine:

1. Compliance with all disclosure requirements, pertaining to contributions, expenditures, accrued expenditures, and loans, including itemization when required;
2. Compliance with applicable filing deadlines;
3. Compliance with restrictions on contributions, loans and expenditures;
4. Accuracy of total reported receipts, disbursements and cash balances as compared to bank records; and
5. Compliance with all record-keeping requirements.

V. Conclusion

Through the examination of the Committees' records and campaign disclosure statements, the Auditor verified that the Committees accurately and timely disclosed all contributions received and all expenditures made and that the Committees maintained the necessary documentation regarding contributions and expenditures. **As a result, the Auditor determined that there were no material findings. The Committees substantially complied with the disclosure and record-keeping provisions of the San Diego Election Campaign Control Ordinance.**

Rosalba Gomez, Ethics Commission Auditor	Date
Lauri Davis, Ethics Commission Senior Investigator	Date