



DATE: February 5, 2026
TO: Honorable Members of the Audit Committee
FROM: Andy Hanau, City Auditor
SUBJECT: City Auditor Activity Report – January 2026

This report provides information on the Office of the City Auditor’s activities in the month of January 2026. This includes audit reports issued, the status of current audit projects, and a list of planned audits that have not yet started.

The “Target Completion Date” provided for each audit project indicates our estimate of when the audit report will be issued. However, report issuances may be delayed by future circumstances, such as delays in receiving data for review, numerous and extensive findings that require further evaluation, and additional discussions with management to demonstrate that our audit findings are valid and recommendations for improvement are necessary.

The Office of the City Auditor issued the following work products in January 2026.

1/12/2026

[City Auditor’s Quarterly Fraud Hotline Report – Q2 Fiscal Year 2026](#)

1/12/2026

[External Quality Control Review – for the period of July 1, 2022 through June 30, 2025](#)

1/15/2026

[Activities and Accomplishments of the Office of the City Auditor for Calendar Year 2025](#)

Audits in Progress – Report Writing Stage

| Audit | Audit Objective | Target Completion Date | Audit Hours Used* | Budgeted Hours |
|---|--|-------------------------------|--------------------------|-----------------------|
| Performance Audit of the City's Management of Its Leased Golf Property Portfolio | The objective of this audit is to determine whether the City is appropriately managing its leased golf property portfolio to maximize financial return or public benefit. | February 2026 | 1,488 | 1,400 |
| Performance Audit of the Fire-Rescue Department's Dispatch Process | <p>The objectives of this audit are to:</p> <ol style="list-style-type: none"> 1. Evaluate the efficiency and effectiveness of Fire-Rescue's emergency response process to determine whether it balances its limited resources with the need to respond quickly to high priority calls for service. 2. Determine whether Fire-Rescue uses its dispatch data to evaluate the efficiency, effectiveness, and equity of emergency response operations, performance, and resource allocation and assess the adequacy and completeness of dispatch performance reporting to the public and City leadership. | March 2026 | 1,427 | 1,600 |

* We are currently unable to retrieve audit hour totals from our tracking system, MK Insight, due to a technical problem with the system. Hours shown are as of December 31, 2025. We are working with the vendor to resolve this issue and will provide current hours in the next Monthly Activities Report.

Audits in Progress – Report Writing Stage

| Audit | Audit Objective | Target Completion Date | Audit Hours Used* | Budgeted Hours |
|--|--|-------------------------------|--------------------------|-----------------------|
| Performance Audit of Brush Management on Private Property | <p>The objective of this audit is to determine whether Fire-Rescue’s brush management inspection efforts efficiently and effectively ensure that private properties comply with brush management requirements by assessing whether:</p> <ul style="list-style-type: none"> a. Staffing and case assignment practices maximize effective inspection coverage; b. Enforcement mechanisms, including reinspections, ensure violations are corrected; and c. The fine and penalty structure is sufficient to recover costs, and comparable to other municipalities. | April 2026 | 644 | 1,000 |
| Performance Audit of the Unsafe Camping Ordinance | <p>The objectives of this audit are to:</p> <ul style="list-style-type: none"> 1. Determine if the City efficiently and effectively uses resources to respond to homeless encampments since the adoption of the Unsafe Camping Ordinance. 2. Determine if the City’s personal property storage and disposal processes in relation to the Unsafe Camping Ordinance are practiced equitably. | April 2026 | 1,501 | 2,069 |

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Audits in Progress – Fieldwork Stage

| Audit | Audit Objective | Target Completion Date | Audit Hours Used* | Budgeted Hours |
|---|--|-------------------------------|--------------------------|-----------------------|
| IT Performance Audit of Citywide Cybersecurity Defenses | The objective of this audit is to evaluate the effectiveness of Citywide cyber defenses against both internal and external cyber threats, including cyberattacks. The audit may include a contract for specialized cybersecurity skills, which OCA anticipates could be funded through its current budget allocation. | May 2026 | 1,365 | 1,400 |
| Performance Audit of the San Diego Police Department's Internal Affairs Unit | The objectives of this audit are to: <ol style="list-style-type: none"> 1. Determine if SDPD categorizes, investigates, and reports allegations of police officer misconduct in a manner that is fair, complete, and in line with laws and best practices. 2. Determine if SDPD's discipline outcomes for police misconduct are fair and in line with laws and best practices. | Fall 2026 | 1,170 | 2,200 |
| Performance Audit of Arts and Culture Funding Equity | The tentative objective is to determine if funding and other benefits for arts and culture programs, such as lease agreements, are allocated appropriately, distributed equitably, and reported transparently. | July 2026 | 151 | 1,800 |

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Audits in Progress – Planning Stage

| Audit | Audit Objective | Target Completion Date | Audit Hours Used* | Budgeted Hours |
|--|--|------------------------|-------------------|----------------|
| Performance Audit of Citywide Vehicle Rentals | The tentative objective is to evaluate the efficiency of the City's vehicle rental expenditures, including whether the City optimizes the balance of rentals vs. ownership, and whether controls over vehicle rental contracts ensure appropriate authorization and oversight of expenditures. | TBD | 168 | 1,800 |
| Performance Audit of the Streetlight Repair Program | The tentative objective is to evaluate the efficiency of the City's efforts to address its backlog of streetlight repairs and determine if the City has invested equitably in streetlights across the City. | TBD | 77 | 1,600 |

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Other Audit Activity

| Audit | Audit Objective | Target Completion Date | Audit Hours Used* | Budgeted Hours |
|--|--|------------------------|-------------------|----------------|
| Follow-up on Audit Report Recommendations | We report recommendation implementation status in a semi-annual follow-up report as well as our interactive recommendation tracking dashboard , and we periodically issue other recommendation follow-up reports. We issued our first semi-annual report of FY2026 in September 2025. | On-going | 367 | 900 |
| Fraud, Waste, and Abuse Hotline | We review Fraud Hotline calls received and investigate allegations of material fraud, waste, or abuse. We issue reports for substantiated fraud-related allegations and a Quarterly | On-going | 1,487 | 3,500 |

| Audit | Audit Objective | Target Completion Date | Audit Hours Used* | Budgeted Hours |
|-------|---|------------------------|-------------------|----------------|
| | Fraud Hotline Report with the status of activities. | | | |

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Audit Reports and Other Work Products Completed During FY2026

07/14/2025

[City Auditor's Quarterly Fraud Hotline Report – Q4 Fiscal Year 2025](#)

07/17/2025

[Annual Citywide Risk Assessment and Audit Work Plan - Fiscal Year 2026](#)

07/22/2025

Confidential Performance Audit of Pure Water San Diego

09/29/2025

[Recommendation Follow-Up Report - Status Update as of June 30, 2025](#)

- [Interactive Dashboard](#)

10/02/2025

[Agreed-Upon Procedures Related to the Central Stores Physical Inventory - Fiscal Year 2025](#)

10/14/2025

[City Auditor's Quarterly Fraud Hotline Report – Q1 Fiscal Year 2026](#)

10/23/2025

[Performance Audit of the City's Key Performance Indicators](#)

- [Report Highlights](#)
- [Supplemental KPI Dashboard](#)

11/07/2025

[Performance Audit of the Mission Bay and San Diego Regional Parks Improvement Funds, Fiscal Year 2024](#)

- [Mission Bay FY2024 Highlights](#)
- [Mission Bay FY2024 Highlights \(Español\)](#)

1/12/2026

[City Auditor's Quarterly Fraud Hotline Report – Q2 Fiscal Year 2026](#)

1/12/2026

[External Quality Control Review – for the period of July 1, 2022 through June 30, 2025](#)

1/15/2026

[Activities and Accomplishments of the Office of the City Auditor for Calendar Year 2025](#)

FY2026 Planned Audits Not Yet Started

| Planned Audits | Estimated Audit Hours |
|--|------------------------------|
| Performance Audit of Police Armory | 1,000 |
| Performance Audit of the Business Tax Program | 1,600 |
| Performance Audit of Returns on Homelessness Investments | 2,200 |
| IT audits | 1,300 |
| Annual Audit of Mission Bay and San Diego Regional Parks Improvement Funds, FY2025 | 400 |
| Annual Central Stores Agreed-Upon Procedures, FY2026 | 10 |

Respectfully submitted,



Andy Hanau
City Auditor

cc: Honorable Mayor Todd R. Gloria
Honorable Members of the City Council
Honorable City Attorney Heather Ferbert
Charles Modica, Independent Budget Analyst