



THE CITY OF SAN DIEGO

December 16, 2011

Councilmember Kevin Faulconer  
Faulconer for Council 2010  
202 "C" Street, MS # 10A  
San Diego, CA 92101

Re: Faulconer for Council 2010 (ID # 1318781)

Dear Councilmember Faulconer:

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 December 15, 2011. The Commission observed that the findings reflected in the Audit Report indicate that the committee substantially complied with local campaign laws. As a result, the Commission voted to accept the report.

Sincerely,

Rosalba Gomez  
Ethics Commission Auditor

Enclosure

cc: C. April Boling, Treasurer  
7185 Navajo Road, Suite P  
San Diego, CA 92119



**Ethics Commission**

1010 Second Avenue, Suite 1530 • San Diego, CA 92101

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THE CITY OF SAN DIEGO

## FINAL AUDIT REPORT

November 21, 2011

Councilmember Kevin Faulconer  
Faulconer for Council 2010  
202 "C" Street, MS # 10A  
San Diego, CA 92101

Treasurer: C. April Boling, CPA  
7185 Navajo Road, Suite P  
San Diego, CA 92119

### SAN DIEGO ETHICS COMMISSION AUDIT REPORT: *Faulconer for Council 2010*

#### I. Introduction

This Audit Report contains information pertaining to the audit of the committee, Faulconer for Council 2010, Identification Number 1318781 ("the 2010 Committee") for the period from June 9, 2009, through June 30, 2011. 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 23, 2011. 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, Friends of Kevin Faulconer, Identification Number 1282704 ("the 2006 Committee") for the period from June 9, 2009, through August 19, 2010, the date the committee was terminated. The audit was conducted to determine whether the Committee 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 2010 Committee reported total contributions of \$239,611.53 (inclusive of \$250.00 in non-monetary contributions) and total expenditures of \$196,906.71. The difference, \$42,454.82, represents the available cash on hand. During the period covered by the audit, the 2006 Committee reported total contributions of \$0.00 (the Committee had leftover funds from the 2006 election cycle) and total expenditures of \$8,378.56 (these expenditures were related to general political, legislative, and governmental purposes, and not to Councilmember Faulconer's 2010 re-election). **The audit revealed no material findings. The committee substantially complied with the disclosure and record-keeping provisions of the San Diego Election Campaign Control Ordinance.**



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## II. Committee Information

On June 9, 2009, the 2010 Committee filed a Statement of Organization with the San Diego City Clerk indicating that it qualified as a committee. The 2010 Committee was formed to support the election of Kevin Faulconer for the District 2 Council position in the June 8, 2010, primary election. The Committee has not terminated

The 2006 Committee was formed to support the re-election of Kevin Faulconer for the District 2 City Council position in the June 6, 2006, primary election. On August 24, 2010, the 2006 Committee filed a Statement of Termination indicating that its filing obligations were completed on August 19, 2010.

The 2010 and 2006 Committees' treasurer was C. April Boling, CPA.

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

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Rosalba Gomez  
Ethics Commission Auditor

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Date

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Lauri Davis  
Ethics Commission Senior Investigator

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Date