



Date: May 24, 2022

To: Commissioner Anson Moran, President
 Commissioner Newsha Ajami, Vice President
 Commissioner Sophie Maxwell
 Commissioner Tim Paulson

Through: Dennis J. Herrera, General Manager

From: Irella Blackwood, Audit Bureau Director

Subject: FY 2021-22 Q3 Audit and Performance Review Report

This memorandum provides the San Francisco Public Utilities Commission (SFPUC) Quarterly Audit and Performance Review (QAPR) report, as of FY 2021-22 Q3.

I. Completed Audits

There was one completed audit since the last quarterly report:

1. SFPUC Revenue Bond Programs Audit: Phase I | February 9, 2022
 Report Link: <https://openbook.sfgov.org/webreports/details3.aspx?id=3047>

The SFPUC Revenue Bond Oversight Committee (RBOC) engaged HKA Global, Inc. and Yano Accountancy Corporation through the Controller’s Office City Services Auditor to audit six bond series subject to their oversight. The objective of the audit was to determine whether revenue bond funds were spent appropriately.

The audit highlighted the below two recommendations. SFPUC is working diligently to implement the recommendations by the stated timelines.

- Coordinate with RBOC to provide a comprehensive project expenditures report to comply with San Francisco Administrative Code Sections 5A.30-5A.36.
- Perform quality assurance audits during the 4 phases of a project’s lifecycle.

II. Audit Recommendation Status

9 audit recommendations remain open pertaining to the two audits: SFPUC Revenue Bond Programs Audit: Phase I and the Social Impact Partnership Program Audit. Both audits were issued within the last six months, and all recommendations are expected to be implemented by the end of the calendar year.

If you have questions, please contact me at iblackwood@sfgwater.org.

Attachment: FY 2021-22 Audit Plan, By Status

CC: Nancy L. Hom, Deputy Chief Financial Officer

London N. Breed
 Mayor

Anson Moran
 President

Newsha Ajami
 Vice President

Sophie Maxwell
 Commissioner

Tim Paulson
 Commissioner

Dennis J. Herrera
 General Manager



Quarterly Audit & Performance Review Report FY 2021-22 Audit Plan, By Status As of March 31, 2022

Status	
Completed:	14
In Progress:	9
Upcoming:	12
Total:	33

#	Quarter Status	Audit Type	Enterprise / Bureau	Audit Name	Oversight Body
1	Completed	Financial	Water	Annual Physical Inventory Count, FY 2020-21	SFPUC, Finance
2	Completed	Financial	Wastewater		
3	Completed	Financial	Hetch Hetchy Water & Power		
4	Completed	Financial	Power	Green-e Verification Audit, 2020	Center for Resource Solutions
5	Completed	Financial	Water	Audited Financial Statements, FY 2020-21	Controller
6	Completed	Financial	Wastewater		
7	Completed	Financial	Hetch Hetchy Water & Power & CleanPowerSF		
8	Completed	Financial	Business Services, Finance	Wholesale Revenue Requirement: Statement of Changes in Balancing Account, FY 2019-20	BAWSCA
9	Completed	Financial	Business Services, Finance	Post Audit, CY 2020	Controller
10	Completed	Financial	Business Services, Finance	Sales and Use Tax Audit, 2018-20	CA Department of Tax & Fee Administration
11	Completed	Financial	Business Services, Finance	Annual Comprehensive Financial Report, FY 2020-21	SFPUC
12	Completed	Financial	Business Services, Finance	Popular Annual Financial Report, FY 2020-21	SFPUC
13	[Updated] In Progress	Financial	Power	Green-e Verification Audit, 2021	Center for Resource Solutions
14	[Updated] In Progress	Financial	Power	Franchise Fee Audit: Pacific Gas & Electric Company	Controller
15	[Updated] In Progress	Financial	Power	Franchise Fee Audit: Energy Center SF LLC	Controller
16	[Updated] In Progress	Financial	Business Services, Finance	Post Audit, CY 2021	Controller
17	[Updated] In Progress	Financial	Business Services, Finance	Wholesale Revenue Requirement: Statement of Changes in Balancing Account, FY 2020-21	BAWSCA
18	Upcoming	Financial	All SFPUC	Political Activity Fund Compliance Assessment, FY 2017-18	CSA, Controller
19	Upcoming	Financial	Water	Annual Physical Inventory Count, FY 2021-22	SFPUC, Finance
20	Upcoming	Financial	Wastewater		
21	Upcoming	Financial	Hetch Hetchy Water & Power		

#	Quarter Status	Audit Type	Enterprise / Bureau	Audit Name	Oversight Body
22	Upcoming	Financial	Business Services, Finance	Single Audit (OMB Circular A-133), FY 2020-21	OMB
23	[Updated] Upcoming	Financial	Water	Interim Audited Financial Statements, FY 2021-22	Controller
24	[Updated] Upcoming	Financial	Wastewater		
25	[Updated] Upcoming	Financial	Hetch Hetchy Water & Power & CleanPowerSF		
26	Completed	Performance	External Affairs	Social Impact Partnership Program Audit	CSA, Controller
27	In Progress	Performance	Infrastructure	Public Integrity Assessment: SOLIS Procurement	CSA, Controller
28	In Progress	Performance	Business Services, ITS	CleanPowerSF Privacy Audit	CPUC
29	In Progress	Performance	Infrastructure	SSIP Program Management Contract Audit	CSA, Controller
30	Upcoming	Performance	Business Services, ITS	IT / OT Network Audit	CSA, Controller
31	Upcoming	Concessions, Lease Revenue	Real Estate Services	Revenue Lease Audit: Crystal Springs Golf Partners LP	CSA, Controller
32	[Updated] Completed	Revenue Bond Oversight Committee	RBOC	SFPUC Revenue Bond Programs Audit: Phase I	RBOC
33	[Updated] In Progress	Revenue Bond Oversight Committee	RBOC	SFPUC Revenue Bond Programs Audit: Phase II	RBOC