

**CALL TO ORDER AND ESTABLISHMENT OF QUORUM**

A Special Meeting of the Redmond City Council was called to order by Councilmember Margeson at 4:00 p.m. in the Redmond City Hall Council Conference Room (*originally scheduled for 3:30 p.m.*). Council Members present and establishing a quorum were: Anderson, Birney, Margeson, and Myers. Councilmembers Carson, Fields, and Padhye were absent from the meeting.

Members of the Council met for the audit exit conference with Ms. Wendy Choi, Ms. Lorraine Nitta, and Ms. Kim Nguyen from the State Auditor's Office. Ms. Gini Schacker, staff liaison, and Ms. Malisa Files, Finance Director, were also in attendance. The scope of the annual audit included three audits: accountability, financial statement, and federal grant compliance, for fiscal year 2017.

In the areas that were reviewed, and it was found that the City complied with state law and regulations, there were no instances of non-compliance, no deficiencies in internal controls were identified, and there were no material misstatements.

Discussion ensued regarding how the audit is performed; what is included; recommendations; and what constitutes a material error.

The audit will be issued by next week. The audit cost is approximately \$86,000 plus travel expenses. The next audit will occur in April 2019, and the new estimated cost will be \$92,500 plus travel expenses.

**ADJOURNMENT**

There being no further business to come before the Council the special meeting adjourned at 4:27 p.m.

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JOHN MARCHIONE, MAYOR

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CITY CLERK

*Minutes Approved: September 4, 2018*