



**CITY OF VAUGHAN
REPORT NO. 3 OF THE
AUDIT COMMITTEE**

*For consideration by the Committee of the Whole
of the City of Vaughan
on June 18, 2024*

The Audit Committee met at 9:08 a.m., on May 28, 2024, via electronic participation. The following members were present at the meeting:

Council Members:

Councillor Rosanna DeFrancesca, Chair
Regional Councillor Gino Rosati
Councillor Adriano Volpentesta
Councillor Chris Ainsworth

Citizen Members:

John Glicksman

Also Present:

Maria Khushnood, KPMG
Shelyane Li, KPMG

Staff Present:

Nick Spensieri, City Manager
Kevin Shapiro, Director of Internal Audit
Hemingway Wu, Audit Project Manager
Luca DeFazio, Audit Project Manager
Mike Petrilli, Audit Project Manager
Rebecca Burchert, Audit Project Manager
Gus Michaels, Deputy City Manager, Community Services
Michael Coroneos, Deputy City Manager, Corporate Services, City Treasurer and Chief Financial Officer
Vince Musacchio, Deputy City Manager, Infrastructure Development
Wendy Law, Deputy City Manager, Legal and Administrative Services & City Solicitor
Zoran Postic, Deputy City Manager, Public Works
Mark Bond, Chief Human Resources Officer
Andrew Zvanitajs, Fire Chief, Vaughan Fire & Rescue Service
Frank Di Palma, Chief Information Officer
Michael Genova, Chief, Communications and Economic Development
Marie Chan, Controller, Financial Services
Emilie Alderman, Director, Environmental Services
Frank Suppa, Director, Development Engineering

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Grant Moffat, Deputy Fire Chief, Operations & Procurement
Jennifer Ormston, Director, Communications, Marketing and Engagement
Michael Marchetti, Director, Financial Planning & Development / Deputy City Treasurer
Nancy Yates, Director, Financial Services and Deputy City Treasurer
Paul Salerno, Director, Real Estate
Pooja Nagra, Director, Procurement Services
Raphael Costa, Director, Economic Development
Roberto Sguassero, Director, Infrastructure Delivery
Selma Hubjer, Director, Infrastructure Planning & Corporate Asset Management
Shanon Kalra-Ramjoo, Director, Parks, Forestry & Horticulture Operations
Stefan Tzianetas, Director, Program Management Office
Susan Kelly, Director, By-law & Compliance, Licensing & Permit Services
Todd Coles, City Clerk
Rudi Czekalla-Martinez, Manager, Policy & Business Planning, By-law & Compliance, Licensing & Permit Services
Sergey Kanayev, IT Infrastructure and Chief Security Officer
Susan Teicht, Communications Specialist, Client Services, Communications, Marketing and Engagement
John Britto, Council/Committee Administrator, Office of the City Clerk

The following items were dealt with:

1. 2023 DRAFT CONSOLIDATED FINANCIAL STATEMENTS

The Audit Committee advises Council:

- 1) That the recommendations contained in the report of the Deputy City Manager, Corporate Services, City Treasurer and Chief Financial Officer, dated May 28, 2024, was approved;**
- 2) That the presentation by Maria Khushnood, KPMG, Toronto, was received; and**
- 3) That the comments from the committee were received.**

Recommendations

1. That the 2023 Draft Consolidated Financial Statements of The Corporation of the City of Vaughan, Vaughan Public Library Board, the Board of Management of the Kleinburg Business Improvement Area, Tourism Vaughan Corporation, the Trust Fund, the Statements of Revenue and Expenditures and Fund Balances of the Mayor's Gala and Golf Events be approved. (Attachment 1);
2. That the KPMG LLP Audit Findings Report for the year ended December 2023 be received. (Attachment 2); and

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3. That the 2023 Annual surplus reconciliation to PSAB basis be received. (Attachment 3).

2. 2023 INTERNAL AUDIT ANNUAL REPORT

The Audit Committee advises Council:

- 1) That the recommendation contained in the report of the Director of Internal Audit, dated May 28, 2024, was approved;
- 2) That the presentation by Kevin Shapiro, Director of Internal Audit, was received; and
- 3) That the comments from the committee were received.

Recommendation

1. That the attached report, Internal Audit Department 2023 Annual Report be received.

3. INFORMATION TECHNOLOGY SECURITY AUDIT UPDATE

The Audit Committee advises Council:

- 1) That the recommendation contained in the report of the Deputy City Manager, Corporate Services, City Treasurer and Chief Financial Officer, dated May 28, 2024, was approved;
- 2) That the presentation by Sergey Kanayev, IT Infrastructure and Chief Security Officer, and C1., Confidential Attachment 1, was received; and
- 3) That the comments from the committee were received.

Recommendation

1. That the IT Security Audit Update Presentation be received in a closed session.

4. OTHER MATTERS CONSIDERED BY THE COMMITTEE

4.1. RECESS INTO CLOSED SESSION

The Audit Committee recessed into Closed Session at 9:55 a.m. for the purpose of considering the following matter:

ITEM 3:

INFORMATION TECHNOLOGY SECURITY AUDIT UPDATE

(security of the property of the municipality)

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**The Audit Committee reconvened into open session at 10:42
a.m. with the following Members present:**

**Councillor Rosanna DeFrancesca, Chair
Regional Councillor Gino Rosati
Councillor Adriano Volpentesta
Councillor Chris Ainsworth
John Glicksman, Citizen Member**

The meeting adjourned at 10:43 a.m.

Respectfully submitted,

Councillor Rosanna DeFrancesca, Chair