



ETHICS COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

PETER KEANE
CHAIRPERSON

June 30, 2017

DAINA CHIU
VICE-CHAIRPERSON

Eric Mar
Re-Elect Supervisor Eric Mar 2012, FPPC ID# 1346364
300 Montgomery Street, Suite 789

PAUL A. RENNE
COMMISSIONER

San Francisco, CA 94104

QUENTIN L. KOPP
COMMISSIONER

Re: Ethics Commission Final Audit Report

VACANT
COMMISSIONER

Dear Mr. Mar:

LEEANN PELHAM
EXECUTIVE DIRECTOR

Thank you for your response to the San Francisco Ethics Commission's Draft Audit Report of the Re-Elect Supervisor Eric Mar 2012 committee ("the Committee"). Please find attached the final audit report of the Committee that was undertaken as part of the Ethics Commission's required audit work for the 2012 election.

Only findings that are deemed material are included in the final audit report. As noted in the attached report, auditors concluded that there were no material findings with respect to this audit.

We recognize and apologize for the significant delay of time that passed since the conclusion of the initial audit work and the completion of this final audit report. As my May 25, 2017 letter to you noted, we are revising our audit operations and methods for monitoring and reporting on the status of all committee audits to improve the day-to-day management of the program and to ensure such delays are not repeated going forward.

Thank you again for your time and responsiveness during the course of the Commission's audit process. If you have any questions please feel free to contact me or Manisha Lal at (415) 252-3100.

Sincerely,

LeeAnn Pelham
Executive Director

cc: Andrew Sinn, Treasurer, 760 7th Avenue #101, San Francisco, CA 94118



SAN FRANCISCO ETHICS COMMISSION
AUDIT REPORT:
Re-Elect Supervisor Eric Mar 2012, FPPC ID # 1346364

I. Introduction

This Audit Report summarizes the audit results of the committee, Re-Elect Supervisor Eric Mar 2012, Identification Number 1346364 ("the Committee"), for the period from January 1, 2012 through December 31, 2012. The audit was conducted to determine whether the Committee materially complied with the requirements of the Political Reform Act ("the Act") (California Government Code section 81000, *et seq.*) and San Francisco's Campaign Finance Reform Ordinance ("CFRO") (San Francisco Campaign and Governmental Conduct Code section 1.100, *et seq.*).

II. Audit Authority

San Francisco Charter section C3.699-11 authorizes the Ethics Commission ("the Commission") to audit campaign statements that are filed with the Commission along with other relevant documents to determine whether a committee complied with applicable requirements of State and local laws. Section 1.150(a) of the CFRO requires the Commission to audit all candidates who receive public financing.

III. Audit Scope and Procedures

This audit was performed in accordance with generally accepted auditing standards. The audit involved a review of the Committee's records for the 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;
5. Compliance with all record-keeping requirements;
6. Compliance with all provisions related to the Commission's public financing program; and
7. Any unexpended public funds that must be returned to the City up to the amount of public funds received by the candidate.

The Commission posts audit reports to its web site and, in cases of apparent violations of law, forwards them to the appropriate enforcement agency.

IV. Committee Information

The Committee was formed in April 2012 to support the re-election of Eric Mar for District 1 Supervisor in the November 6, 2012 election. Andrew Sinn served as the Committee's treasurer. In January 2014, the Committee filed a Statement of Termination.

V. Audit Findings

For the period covered by the audit, the Committee received \$197,164 in contributions and \$152,500 in public funds and incurred qualified campaign expenditures of \$352,998. The CFRO provides that any candidate who receives public funds must return unexpended campaign funds to the City up to the amount of public funds received by the candidate (San Francisco Campaign and Governmental Conduct Code (S.F. C&GC Code) § 1.148(d)). The Committee did not have any unexpended funds to return to the City.

The Commission determined that there were no material findings with respect to the audit of the Committee.