

## Internal Audit Report – Recommendations 5 and 17

Recommendation 5:

“IA recommends that Saskatoon Land, in accordance with 4.1(b) of C09-006, recommend changes to the policy to implement any needed changes to 3.7 with respect to cancellations. Saskatoon Land’s responsibility under C09-006 is to “administer the sale of City-owned residential lots in accordance with the terms and conditions set out in the policy”. The instances of the allowances made above to initiate cancellations and negotiate fees and penalties, particularly given the magnitude of the amount waived and the status of the contractors as Category 1, are not addressed in policy and requires significant discretion. A formal policy should be in place either disallowing these types of negotiations entirely or providing clear guidelines and approval limits if Saskatoon Land and the SPCF wish to continue allowing exceptions to C09-006 3.7.”

- Administration’s Response

Agree. The Administration will recommend changes to Council Policy No. C09-006 that provides Saskatoon Land discretion in administering cancellations under Section 3.7, and the circumstances when the discretion can be used.

Recommendation 17:

“IA recommends that Saskatoon Land consider implementing changes to the lot return calculations, for example with reference to those utilised by the City of Red Deer.”

- Administration’s Response

Agree. Saskatoon Land will review other methods of calculating return fees and report its findings to the Standing Policy Committee on Finance.