

**GOVERNMENT OF THE DISTRICT OF COLUMBIA  
OFFICE OF THE INSPECTOR GENERAL**

**DISTRICT OF COLUMBIA**

**SPORTS AND ENTERTAINMENT  
COMMISSION**

**Financial Statements and Management's  
Discussion and Analysis, and  
Independent Auditors' Report  
Fiscal Years Ended September 30, 2007  
And September 30, 2006**



**CHARLES J. WILLOUGHBY  
INSPECTOR GENERAL**

**GOVERNMENT OF THE DISTRICT OF COLUMBIA**  
**Office of the Inspector General**

Inspector General



May 12, 2008

The Honorable Adrian M. Fenty  
Mayor of the District of Columbia  
Mayor's Correspondence Unit, Suite 221  
John A. Wilson Building  
1350 Pennsylvania Avenue, N.W.  
Washington, D.C. 20004

The Honorable Vincent C. Gray  
Chairman  
Council of the District of Columbia  
John A. Wilson Building, Suite 504  
1350 Pennsylvania Avenue, N.W.  
Washington, D.C. 20004

Dear Mayor Fenty and Chairman Gray:

As part of our contract for the audit of the District of Columbia's general purpose financial statements for fiscal year (FY) 2007, Bert Smith and Company (Bert Smith) submitted the enclosed final report on the District of Columbia Sports and Entertainment Commission (Commission).

Bert Smith opined that the financial statements present fairly, in all material respects, the financial position of the Commission for the years ended September 30, 2007, and 2006, in conformity with accounting principles generally accepted in the United States of America. In accordance with *Government Accounting Standards*, Bert Smith also has issued its report on consideration of the Commission's internal control over financial reporting and on its tests of the Commission's compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters.

If you have questions or need additional information, please contact William J. DiVello, Assistant Inspector General for Audits, at (202) 727-2540.

Sincerely,

  
Charles J. Willoughby  
Inspector General

Enclosure

CJW/ws

cc: See Distribution List

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FY 2007 and 2006 Sports and Entertainment Commission  
Financial Statements, Management's Discussion and  
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May 12, 2008  
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**DISTRICT OF COLUMBIA  
SPORTS AND ENTERTAINMENT COMMISSION  
FINANCIAL STATEMENTS  
(A Component Unit of the Government of the District of Columbia)  
With Independent Auditor's Report thereon  
SEPTEMBER 30, 2007 AND 2006**

**BERT SMITH  
& Co.**

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Certified Public Accountants and Management Consultants

**DISTRICT OF COLUMBIA SPORTS AND ENTERTAINMENT COMMISSION**  
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## INDEPENDENT AUDITOR'S REPORT

To the Mayor and Members of  
the Council of the Government of the District of Columbia and  
Sports and Entertainment Commission Board of Directors  
Washington, D.C.

We have audited the accompanying statements of net assets of the District of Columbia Sports and Entertainment Commission (the Commission), a component unit of the District of Columbia, as of September 30, 2007 and 2006, and the related statements of revenues, expenses, and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Commission as of September 30, 2007 and 2006 and the changes in financial position and cash flows for the years ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 4, 2008 on our consideration of the Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 3 through 6 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the Commission's financial statements taken as a whole. The supplemental information in schedule 1 is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Commission. The schedule has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on it.

*Bent Smith & Co.*

February 4, 2008  
Washington D.C.

**DISTRICT OF COLUMBIA  
SPORTS AND ENTERTAINMENT COMMISSION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2007**

This Management's Discussion and Analysis (MD&A) provides a narrative overview and analysis of the financial activities of the D.C. Sports & Entertainment Commission (the Commission) for the fiscal year ended September 30, 2007. This discussion and analysis should be read in conjunction with the basic financial statements and the notes to the basic financial statements, which follow this discussion on pages 7 through 11.

**REPORTING THE COMMISSION AS A WHOLE** — The D.C. Sports and Entertainment Commission's mission is to promote the District as a venue for sports and entertainment activities. The Commission operates and manages Robert F. Kennedy Memorial Stadium (the Stadium) and the non-military functions of the D.C. National Guard Armory (the Armory). The funds required to operate and maintain these facilities and to support the Commission's general operations are derived from revenues generated from events held at the Stadium and the Armory. The Commission also is responsible for managing the construction of the new baseball stadium.

**COMMISSION HIGHLIGHTS** — During fiscal year 2007, the Commission operated the RFK Stadium for two major league tenants: major league baseball—the Washington Nationals, and major league soccer—D.C. United. The Washington Nationals played 83 games and D.C. United played 22. Also, during Fiscal Year 2007, the Commission continued managing the construction of the District of Columbia government's (District) new baseball stadium. The District provided about \$191 million for new stadium expenses during fiscal year 2007.

**OVERVIEW OF THE FINANCIAL STATEMENTS** — The Commission's financial statements provide an overview of the Commission's activities and operations in a manner similar to that of a private-sector business. The statements provide information about the Commission's financial position, which assists in assessing the Commission's economic condition at the end of the Fiscal Year 2007. These statements are prepared using the accrual basis of accounting, which is the method used by most businesses. The statements account for all revenues and expenses connected with Fiscal Year 2007 even if the cash involved in the transactions has not been received or paid out.

The Commission's basic financial statements are comprised of four components:

- **Statement of Net Assets** – The Statement of Net Assets presents the financial position of the Commission at the end of the fiscal year. The Statement of Net Assets presents all of the Commission's assets, liabilities, and net assets. Net assets are the difference between assets and liabilities. Over time, increases or decreases in the Commission's net assets may serve as a useful indicator of whether the Commission's financial position is improving or deteriorating.
- **Statement of Revenues, Expenses and Changes in Net Assets** – The Statement of Activities presents information showing how the Commission's net assets have changed during the fiscal year. All changes in net assets are reported as soon as the event underlying the change occurs without respect to the timing of the related cash flows. Accordingly, the revenues and expenses reported in this statement for certain items will result in cash flow in future periods (e.g. accounts receivable and accrued liabilities).

- Statement of Cash Flows – The cash flow statement presents information on sources and uses of cash for operations, financing, and investing activities.
- Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the Commission’s financial statements.

**FINANCIAL HIGHLIGHTS**

- Net assets decreased by \$6.7 million to \$25.9 million, primarily as a result of a decrease in investments in capital assets from depreciation expense, and increase in Kenilworth project expenses.
- Operating revenues increased slightly by \$130,000, primarily as a result of increases in advertising, rental, commission and management fee (totaling about \$456,000) less a decrease of \$314,000 in contribution from the District received in the prior fiscal year.
- Operating expenses increased approximately by \$878,000 as a result of increase in electricity costs, repairs and maintenance, turf replacements and vendor accrual for unamortized capital expenditures.
- Current assets increased by \$8.0 million to \$36.7 million, primarily as a result of the Due from D.C. Government of \$19.1 million, a receivable of about \$3.5 million from the Nationals, net decrease in restricted cash of \$17.0 million for the new stadium and the Kenilworth project for vendor payments, and net increase in operating cash for other vendor payments of \$2.4 million.
- Current liabilities also increased by \$10.1 million as a result of an increase in new stadium (\$13 million), accounts payables (\$2.3 million), and accrued liabilities (\$600K), less a Due to D.C. Government of \$5.8 million from the prior fiscal year. The payable was netted against the amount owed from the District for the current fiscal year.
- Unrestricted assets increased by \$502K to \$1.77 million due to an operating profit of about \$198K (depreciation expense excluded from the operating amount), interest earnings of about \$232K, and reimbursement of Kenilworth expenses of about \$70K.

**THE COMMISSION’S OVERALL FINANCIAL ANALYSIS**

The Summary Statement of Net Assets below shows a significant increase in both current assets and current liabilities for the fiscal year ended September 30, 2007.

- Current assets increased by \$8.0 million as a result of funds received from the new Ballou grant project which totaled about \$2.7 million at year-end, a \$3.5 million receivable from the Washington Nationals, a \$19.1 million net receivable from the District for the construction of the new stadium, a \$19.7 million reduction in new stadium and Kenilworth cash for vendor payments, and approximately \$2.4 million increase in overall general cash. The Washington Nationals receivable is related to requested change orders to the new stadium which the baseball team agreed to reimburse the District.

- Capital assets decreased by \$4.7 million. The decrease is primarily due to recorded depreciation expense of \$4.9 million. Capital Assets totaling \$201,478 was also purchased during the fiscal year. The capital assets consisted of equipment and building improvements.
- Current liabilities increased by \$10.1 million as a result of increase in vendor payables related to the construction of the new stadium and other vendor payables. The new stadium vendor payables increased by \$13 million and vendor accruals and payable increased by \$2.9 million. The increase in the payables was offset by a decrease in Due to D.C. government of \$5.8 million. The Due to D.C. government payable for Fiscal Year 2007 was netted against the receivable.

**SUMMARY STATEMENT OF NET ASSETS (in thousands)**

<b>Assets</b>	<u>2007</u>	<u>2006</u>	<u>Variance</u>
Current Assets	\$36,746	\$28,677	\$ 8,069
Capital Assets, Net	<u>22,163</u>	<u>26,890</u>	<u>( 4,727)</u>
Total Assets	<u>\$58,909</u>	<u>\$55,567</u>	<u>\$ 3,342</u>
 <b>Liabilities</b>			
Current Liabilities	<u>\$32,918</u>	<u>\$22,849</u>	<u>\$ 10,069</u>
Total Liabilities	<u>\$32,918</u>	<u>\$22,849</u>	<u>\$ 10,069</u>
 <b>Net Assets</b>			
Invested in Capital Assets	\$22,166	\$26,892	\$( 4,726)
Restricted-Kenilworth	213	4,033	( 3,820)
Restricted-RFK Renovations	29	523	( 494)
Restricted-Ballou	1,811	-	1,811
Unrestricted	<u>1,772</u>	<u>1,270</u>	<u>502</u>
Total Net Assets	<u>\$ 25,991</u>	<u>\$32,718</u>	<u>\$( 6,727)</u>

**SUMMARY STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET ASSETS (in thousands)**

	<u>2007</u>	<u>2006</u>	<u>Variance</u>
Operating Revenues	\$ 13,136	\$ 13,006	\$ 130
Operating Expenses	<u>17,865</u>	<u>16,987</u>	<u>878</u>
Net Operating Loss	( 4,729)	( 3,981)	( 748)
Non-operating Revenues (Expenses):	<u>( 1,998)</u>	<u>( 99)</u>	<u>( 1,899)</u>
Net Loss Before Capital Contribution	( 6,727)	( 4,080)	(2,647)
Capital Contributions	<u>-</u>	<u>1,280</u>	<u>( 1,280)</u>
Change in Fund Net Assets	<u>\$( 6,727)</u>	<u>\$( 2,800)</u>	<u>\$( 3,927)</u>

**Revenues** — Operating revenues increased slightly by \$130,000, primarily as a result of the management fee of \$110,000 from the Ballou project, an overall increase in advertising revenues of \$110,000 and rental and commission revenue of \$236,000 due to more events held in Fiscal Year 2007 compared to 2006. The increase in those revenues was offset by a decrease in contributions of \$314,000. In Fiscal Year 2006, the Commission received funds from the District for RFK renovations. The Commission used \$314,000 of the funds for repairs and maintenance work.

**Expenses** — The Commission's operating expenses increased by \$878K. The net increase in expenses is primarily due to increases in electricity costs, repairs and maintenance, turf replacements, and the vendor accrual of unamortized capital expenditures.

**Non-Operating Revenues and Expenses** — In Fiscal Year 2007, the Commission received \$3.9 million grant from Fannie Mae to renovate Ballou High School athletic field. The Commission incurred expenses related to the project totaling \$2 million. The Commission also incurred expenses related to the Kenilworth project totaling \$4.1M during the fiscal year.

**Changes in Fund Net Assets** — The Commission had a decrease of net assets of \$6.7 million. This decrease was primarily due to depreciation expense of \$4.9 million and net expenses incurred from Kenilworth and Ballou projects of \$1.9 million. The change in net assets was an increase of \$3.9 from prior fiscal year. The increase is the result of (1) a decrease in capital contributions of \$1.2 million, (2), increase in operating expenses of \$878K and (3) increase in non-operating expenses of \$1.8 million from Kenilworth and Ballou projects. In Fiscal Year 2006, the Commission received \$1.2 million from the District for RFK renovations. No capital contributions were received in Fiscal Year 2007.

#### **DESIGN, DEVELOPMENT AND CONSTRUCTION OF NEW BASEBALL STADIUM**

During fiscal year 2007, the construction of the new stadium and parking garages continued on schedule. Several major milestones, such as the completion of the superstructure (the stadium), were met. The new stadium and parking garages construction is currently proceeding on schedule.

#### **CONTACTING THE COMMISSION'S OFFICE OF THE CHIEF FINANCIAL OFFICER**

This financial report is designed to provide a general overview of the Commission's finances. If you have any questions about this report or need additional information, contact the Office of the Chief Financial Officer at 2400 East Capitol Street, SE, Washington, DC 20003 or call (202) 547-9077.

**DISTRICT OF COLUMBIA  
SPORTS AND ENTERTAINMENT COMMISSION  
STATEMENTS OF NET ASSETS  
SEPTEMBER 30, 2007 AND 2006  
(in thousands)**

	<b>2007</b>	<b>2006</b>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and Cash Equivalents	\$ 8,989	\$ 6,543
Restricted Cash	3,950	20,876
Investments	-	243
Due from the District Government	19,073	-
Accounts Receivable, Net	4,536	749
Prepaid Expenses	198	266
Total Current Assets	36,746	28,677
<b>Capital Assets, Net</b>	22,163	26,890
Total Assets	\$ 58,909	\$ 55,567
<b>LIABILITIES</b>		
<b>Payables:</b>		
Accounts	2,998	734
New Stadium Accounts	26,985	13,968
Compensation	319	309
Due to District Government	-	5,780
Accrued Liabilities	2,511	1,878
Deferred Revenue	105	180
Total Current Liabilities	32,918	22,849
<b>Net Assets</b>		
Invested in Capital Assets	22,166	26,892
Restricted - Kenilwork Park	213	4,033
Restricted - Ballou Project	1,811	-
Restricted - RFK Renovations	29	523
Unrestricted	1,772	1,270
Total Net Assets	\$ 25,991	\$ 32,718

The accompanying notes are an integral part of these financial statements.

**DISTRICT OF COLUMBIA**  
**SPORTS AND ENTERTAINMENT COMMISSION**  
**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**  
**FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**  
(in thousands)

	<u>2007</u>	<u>2006</u>
<b>Operating Revenues:</b>		
Rental	\$ 6,283	\$ 6,127
Event Services	1,866	1,878
Management Fee	2,110	2,000
Contributions	-	314
Commissions	1,187	1,106
Advertising and Sponsorship	802	692
Parking	633	655
Other Income	<u>255</u>	<u>234</u>
Total Operating Revenues	<u>13,136</u>	<u>13,006</u>
<b>Operating Expenses:</b>		
Personnel Cost	4,142	4,303
Outside Services	2,776	2,694
Equipment and Supplies	843	410
Repairs and Maintenance	1,800	1,312
Utilities	1,560	1,036
Advertising and Promotions	114	74
Professional Services	399	616
Administration	248	324
Technology	155	158
Insurance	738	841
Grants	152	176
Depreciation	4,928	5,015
Other	<u>10</u>	<u>28</u>
Total Operating Expenses	<u>17,865</u>	<u>16,987</u>
<b>Operating Loss</b>	( 4,729)	( 3,981)
<b>Nonoperating Revenues (Expenses):</b>		
Kenilworth Grant	-	1,394
Kenilworth Expenses	( 4,198)	( 1,927)
Ballou Grant	3,797	-
Ballou Expenses	( 2,073)	-
Investment Income	<u>476</u>	<u>434</u>
Total Non-operating Revenues (Expenses)	<u>( 1,998)</u>	<u>( 99)</u>
<b>Net Loss Before Contributions</b>	( 6,727)	( 4,080)
Capital Contributions	<u>-</u>	<u>1,280</u>
<b>Change in Net Assets</b>	( 6,727)	( 2,800)
Net Assets, October 1	<u>32,718</u>	<u>35,518</u>
Net Assets, September 30	<u>\$ 25,991</u>	<u>\$ 32,718</u>

The accompanying notes are an integral part of these financial statements.

**DISTRICT OF COLUMBIA  
SPORTS AND ENTERTAINMENT COMMISSION  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006  
(in thousands)**

	<u>2007</u>	<u>2006</u>
<b>Cash Flows from Operating Activities:</b>		
Cash receipts from customers	\$ 12,819	\$ 13,396
Cash receipts from others	-	314
Cash payments to vendors	( 6,564)	( 14,525)
Cash payments to employees	<u>( 4,108)</u>	<u>( 3,591)</u>
Net Cash Provided by (Used in) Operating Activities	<u>2,147</u>	<u>( 4,406)</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>		
Acquisitions of fixed assets	( 201)	( 833)
Capital Contributions	-	<u>1,280</u>
Net Cash (Used in) Provided By Capital and Related Financing Activities	<u>( 201)</u>	<u>447</u>
<b>Cash Flows from Noncapital Financing Activities</b>		
Receipts of Ballou Grant Funds	3,797	-
Payment of Ballou Grant Expenses	( 1,151)	-
Receipts of Kenilworth Grant Funds	-	1,393
Payment of Kenilworth Expenses	( 4,354)	( 1,324)
Receipts of New Stadium	191,676	108,112
New Stadium Disbursements	<u>(207,193)</u>	<u>( 92,860)</u>
Net Cash (Used in) Provided By Noncapital Financing Activities	<u>( 17,225)</u>	<u>15,321</u>
<b>Cash Flows from Investing Activities:</b>		
Proceeds from sale and maturities of investments	243	-
Interest Income-New Stadium	80	407
Interest Income	<u>476</u>	<u>434</u>
Net Cash Provided by Investing Activities	<u>799</u>	<u>841</u>
(Decrease) Increase in Cash and Cash Equivalents	( 14,480)	12,203
Investment Transfer to Cash and Cash Equivalents	-	4,651
Cash and Cash Equivalents at October 1, 2006	27,419	10,565
Cash and Cash Equivalents at September 30, 2007	<u>\$ 12,939</u>	<u>\$ 27,419</u>
<b>Reconciliation of Operating Loss to Net Cash Provided by (Used in)</b>		
<b>Operating Activities</b>		
Operating Loss	\$ ( 4,729)	\$ ( 3,981)
<b>Adjustments to Reconcile Operating Loss to Net Cash (Used In) Provided by</b>		
<b>Operating Activities:</b>		
Depreciation	4,928	5,015
Allowance for uncollectibles	(13)	( 56)
Decrease (Increase) in assets:		
Receivables	( 232)	803
Other current assets	71	( 51)
Increase (Decrease) in liabilities:		
Accounts Payable	2,226	( 4,673)
Compensation	10	( 245)
Due to DC Government	103	( 666)
Accrued Liabilities	( 142)	( 509)
Deferred Revenue	<u>( 75)</u>	<u>( 43)</u>
Total Adjustments	<u>6,876</u>	<u>( 425)</u>
Net Cash Provided by (Used in ) Operating Activities	<u>\$ 2,147</u>	<u>\$( 4,406)</u>

The accompanying notes are an integral part of these financial statements.

**DISTRICT OF COLUMBIA  
SPORTS AND ENTERTAINMENT COMMISSION  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2007 AND 2006**

**NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity**

*Organization:* Effective August 23, 1994, the District of Columbia (District) enacted D.C. Law 10-152, Omnibus Sports Consolidation Act of 1994 (the Act), which established the District of Columbia Sports and Entertainment Commission (the Commission). The Commission is responsible for promoting and managing sporting and entertainment events primarily in the District. The Commission operates Robert F. Kennedy Memorial Stadium (RFK Stadium) and manages the non-military functions of the District of Columbia National Guard Armory (Armory). The Commission is also responsible for coordinating the development, construction, and implementation of new facilities and the improvement of RFK Stadium and enhancement of the arena within the Armory and has the authority to issue bonds, notes, or other obligations to finance such activities. As of September 30, 2007, the Commission had neither issued any such bonds, notes, or obligations nor borrowed any funds.

The Commission's Board of Directors (Board) consists of thirteen members. Ten of the members are nominated by the Mayor, subject to the advice and consent of the District's Council. The Commanding General of the District's National Guard, the Director of the District's Department of Recreation and Parks, and the Chief Financial Officer of the District of Columbia also serve on the Board. The Board appoints the Chief Executive Officer of the Commission.

The Commission is a component unit of the Government of the District of Columbia. A separate report is prepared for the Government of the District of Columbia which includes the Commission's financial statements.

- ▶ ***Relationship to the District of Columbia Government:*** The Commission is an independent agency and corporate body and instrumentality of the District government established by the Act. The Commission's activities are governed by the Act, regulations and policies promulgated pursuant to the Act, and District government statutes, regulations, and policies of general application.

The Commission purchases at arms length certain services, including cleaning, water and sewer, and police services, from District government agencies. Since the Armory exists primarily for use by the D.C. National Guard and the Commission is authorized only to manage non-military uses of the facility, the District provides for the Armory's basic maintenance.

- ▶ ***Relationship to the United States Government:*** The United States government contracted with the Commission's predecessor, the District of Columbia Armory Board, for the construction of RFK Stadium while the United States government constructed the surrounding motor vehicle parking areas. Both were constructed on land owned by the United States government. (DC ST 3-322).

In 1988, the United States government deeded, pursuant to Public Law 99-581, "all right, title, and interest of the United States in and to the Stadium" to the District. In addition, the United States Department of the Interior leased to the District the land occupied by the stadium and the parking areas without consideration for 50 years.

- ▶ **Dependency on Stadium Lease** — In April 2008, the Washington Nationals will move to its new stadium, thus the Commission will lose approximately 65% of its stadium rental income and approximately 30% of its operating revenues. Consequently, the Commissions operating expenses will not decrease consistently with the loss of operating revenues. Management is aware of these matters and are working on a management plan to address both the revenue and expense issues.

Management has received a commitment letter from D.C. United to continue leasing the stadium for the 2008 soccer season.

## NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### ***Basis of Accounting:***

The accompanying financial statements are prepared on the accrual basis of accounting in conformity with generally accepted accounting principles. Under this accounting method, all revenues are recorded when earned and expenses are recorded as incurred in the production of that revenue. Grants are recognized as revenue as soon as all eligibility requirements imposed by the grantor have been met.

The Commission has elected not to apply the option allowed in paragraph 7 of GASB Statement No. 20 titled *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*. Therefore, the Commission does not apply Financial Accounting Standards Board Statements and Interpretations issued after November 30, 1989.

The Commission distinguishes between operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the Commission's ongoing operation. The principal operating revenues of the Commission are the RFK Stadium and D.C. Armory Stadium rental and event revenues. Operating expenses include personal services, contractual services, depreciation, event services, supplies, and other miscellaneous expenses. All revenue and expenses not meeting this definition are non-operating.

### ***Basis of Presentation:***

The accounting policies of the Commission used in the accompanying financial statements conform to the U.S. General Accepted Accounting Principles applicable to governments as prescribed by the Governmental Accounting Standards Board (GASB).

### ***Measurement Focus:***

The financial statements are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities are included in the statement of net assets. The related statement of activities presents increases (revenues) and decreases (expenses) in net assets.

### ***Cash Equivalents:***

For the purpose of the cash flow statement, cash and overnight bank deposits are considered cash and cash equivalents.

***Allowance for Doubtful Accounts:***

The Commission establishes an allowance for doubtful accounts for all account receivables over 120 days old. At September 30, 2007 and 2006, accounts receivables were shown net of allowance of doubtful accounts of \$13,166 and \$55,593, respectively.

***Investments:***

Pursuant to the Financial Institutions Deposit Investment Emergency Act of 1997 (DC ST 47-351.01), the Commission may invest in obligations issued by the United States government, insured or uninsured evidences of deposit at a financial institution, obligations of quasi-governmental corporations, prime banker acceptances, prime commercial paper, investment grade obligations of the District or a state or local government, repurchase agreements, investment grade asset-backed or mortgage-backed investments, securities, or money market funds. The carrying value of investments approximates fair value.

***Capital Assets:***

The Commission capitalizes capital assets categorized as personal property (i.e. equipment, furniture, computers, major tools, etc.) exceeding \$500 at cost. The Commission also capitalizes all other capital assets exceeding \$5,000 at cost. Depreciation is recorded on a straight-line basis over capital assets' estimated useful lives.

The Commission uses the following useful lives:

Furniture and Equipment	3 - 10 years
Structure and Parking Lot Improvements	5 - 35 years
RFK Stadium	50 years

When capital assets are sold or retired, the cost of the assets and the related accumulated depreciation are written-off and any gain or loss is recognized.

***Net Assets:***

Net assets are classified in the following components: invested in capital assets, restricted net assets and unrestricted net assets. Invest in capital assets consist of capital assets net of accumulated depreciation. Unrestricted net assets consist of all other net assets. Restricted assets consist of those assets restricted for specific use or purpose.

***Deferred Revenue:***

Deferred revenue represents revenue and deposits received in advance from event promoters, advertisers, and others. Event revenue is recognized when the events are settled and advertising revenue is recognized on a monthly basis.

***Compensated Absences:***

The Commission employees earn annual vacation leave based on a prescribed formula. Accumulated annual leave is recorded as a liability as the benefits accrue to employees.

Employees are not paid for unused sick leave when they resign or retire. The expense for employee sick leave is recorded only as paid. Therefore, no liability is reflected in the accompanying financial statements for accumulated sick leave.

**Estimates:**

The Commission prepares its financial statements in conformity with generally accepted accounting principles which require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Reclassifications:**

Certain amounts in the 2006 financial statements have been reclassified to conform with the 2007 presentation.

**NOTE 3 DEPOSITS**

The Commission has deposits as of September 30, 2007 and 2006 totaling \$13,986,388 \$22,237,968, respectively that exceeded the FDIC insured limit of \$100,000. However, the uninsured deposits are collateralized with federal agency securities.

**NOTE 4 INVESTMENTS**

The Commission's investments, which approximate fair market value, as of September 30, 2007 and 2006 are classified as follows (in thousands):

	<u>2007</u>	<u>2006</u>
Certificates of Deposits	<u>\$ -</u>	<u>\$ 243</u>

The Commission's investments were subject to certain investment risks. As of September 30, 2006, the Commission had investments totaling \$142,928 that were uninsured and uncollateralized.

**NOTE 5 ACCOUNTS RECEIVABLE**

Accounts Receivable at September 30, 2007 and 2006 consists of the following:

	<u>2007</u>	<u>2006</u>
Trade Accounts Receivable	\$ 189	\$ 197
Washington Nationals Team Directed Change Orders	3,545	-
Commissions	594	456
Other Receivables	221	152
Less Allowance for Doubtful Accounts	<u>( 13)</u>	<u>( 56)</u>
	<u>\$ 4,536</u>	<u>\$ 749</u>

**NOTE 6 CAPITAL ASSETS**

The land, on which the Armory, RFK Stadium, and motor vehicle parking areas are located on, is legally titled to the government of the United States. Accordingly, the cost of the land is not reported in the accompanying financial statements. The Armory structure was built for the District, primarily for the use by the National Guard and is not reported in the accompanying financial statements, except to the extent of building improvements paid for by the Commission. Capital assets as of September 30, 2007, and 2006 consist of the following (in thousands):

	<b>Balance @ 10/1/2006</b>	<b>Additions</b>	<b>Adjustments</b>	<b>Balance @ 9/30/2007</b>
Stadium Structure	\$ 19,037	\$ -	\$ -	\$ 19,037
Building Improvements/Displays	34,905	82	(283)	34,704
Furniture & Equipment	3,472	119	(250)	3,341
Parking Lot Improvements	<u>5,966</u>	<u>-</u>	<u>-</u>	<u>5,966</u>
Total Capital Assets	63,380	201	(533)	63,048
Less Accumulated Depreciation	<u>( 36,490)</u>	<u>( 4,928)</u>	<u>533</u>	<u>( 40,885)</u>
Net Capital Assets	<u>\$ 26,890</u>	<u>\$( 4,727)</u>	<u>\$ -</u>	<u>\$ 22,163</u>

	<b>Balance @ 10/1/2005</b>	<b>Additions</b>	<b>Adjustments</b>	<b>Balance @ 9/30/2006</b>
Stadium Structure	\$ 19,037	\$ -	\$ -	\$ 19,037
Building Improvements/Displays	34,135	770	-	34,905
Furniture & Equipment	3,409	63	-	3,472
Parking Lot Improvements	<u>5,966</u>	<u>-</u>	<u>-</u>	<u>5,966</u>
Total Capital Assets	62,547	833	-	63,380
Less Accumulated Depreciation	<u>( 31,475)</u>	<u>( 5,015)</u>	<u>-</u>	<u>( 36,490)</u>
Net Capital Assets	<u>\$ 31,072</u>	<u>\$( 4,182)</u>	<u>\$ -</u>	<u>\$ 26,890</u>

In 2007 and 2006, the Commission acquired capital assets totaling \$201,478 and \$832,914 respectively. The Commission recorded depreciation expense on total capital assets of \$4,927,649 in 2007, and \$5,014,910 in 2006.

**NOTE 7 DUE TO THE DISTRICT OF COLUMBIA GOVERNMENT**

The Commission's full-time employees' salaries and wages and benefits are paid through the District's payroll, benefits, and retirement systems with the Commission reimbursing the District for the costs associated therewith. At September 30, 2007 and 2006, the Commission owes the District a total of \$4,065,539 and \$4,089,120 respectively, for these payroll and benefit costs.

In addition to the payroll benefits costs owed to the District at September 30, 2007 and 2006, the Commission also owes the District funds related to the RFK Renovation and the New Baseball Stadium. as of September 30, 2007, the Commission owes the District \$79,097 for interest earned on the RFK renovation funds and \$3,768,106 for unused new stadium funds. Offset against these payables is a \$26,984,773 receivable for unpaid costs incurred on the new baseball stadium construction. As of September 30, 2006, the Commission owes the District \$1,691,329 for unused new baseball stadium construction funding, as a result of a change of method in funding expenditures, i.e. from a 3-month cash advance basis, to a monthly requisition based on actual invoices reviewed and approved.

	<u>2007</u>	<u>2006</u>
Due to D.C.: Salaries, Wages and Benefits	\$ 4,065	\$ 4,089
Due to D.C.: Interest on RFK Renovation Funds	79	-
Due to D.C.: Balance of New Stadium Construction Funding	<u>3,768</u>	<u>1,691</u>
Total Due to D.C.	7,912	5,780
Due from D.C.: Additional New Stadium Funding	<u>(26,985)</u>	<u>-</u>
Net Due (From) to the District of Columbia	<u>\$(19,073)</u>	<u>\$ 5,780</u>

**NOTE 8 ACCRUED LIABILITIES**

	<u>2007</u>	<u>2006</u>
Metropolitan Police Department Baseball Liability	\$ 1,237	\$ 899
Event Settlement	-	122
Other	<u>1,274</u>	<u>857</u>
	<u>\$ 2,511</u>	<u>\$ 1,878</u>

**NOTE 9 RETIREMENT PLANS**

Employees hired before October 1, 1987 contribute 7 percent of their salaries into the United States Civil Service Retirement System. The Commission contributes the equivalent of 8.5 percent of each participating employee's salary to the plan. The United States government through the Office of Personnel Management is responsible for the administration of the system and payment of benefits. Employees hired on or after October 1, 1987, participate in the District Retirement Plan, a defined contribution plan (D.C. ST 1-626) with a qualified trust under Internal Revenue Code Section 401 for permanent full time employees covered by the Social Security System. The Commission contributes 5 percent of eligible employee base salaries. Employees cannot contribute to the plan. Contributions and earnings vest fully after four years of service following a one-year waiting period. Contributions are reduced if separation occurs before five years of credited service. The Commission contributed \$124,935 in 2007 and \$115,498 in 2006 to both retirement plans.

**NOTE 10 KENILWORTH PARK PROJECT**

The Commission received \$5,467,500 from the federal government to renovate a soccer field at Kenilworth Park and an additional \$100,000 from the Washington Nationals to renovate the Fort Greble fields. The Commission also contributed \$175,000 towards the Fort Greble renovation. During fiscal year 2006, the Commission received \$1,394,258 from the District of Columbia Department of Parks and Recreation for the Kenilworth and Fort Greble fields. As of September 30, 2007, and 2006, the Commission had expended \$7,406,642, and \$3,102,978 of the funds, respectively.

The Commission had invested the unexpended funds in a separate money market account, which earned interest totaling \$193,412 in 2007, and \$132,416 in 2006. The unexpended restricted project balance at September 30, 2007 and 2006 was \$212,676 and \$4,651,128, respectively.

**NOTE 11 BALLOU FIELD PROJECT**

The Commission received a \$3,907,000 grant from Fannie Mae in fiscal year 2007 for the management and renovation of the Ballou High School athletic field. The grant included a \$110,000 management fee. As of September 30, 2007, the Commission had expended \$2,127,579. The Commission held unexpended funds in a separate account which has earned interest totaling \$31,399. The unexpended restricted project balance as of September 30, 2007 was \$1,810,920.

**NOTE 12 CONTRIBUTIONS**

In 2006, the Commission received \$1,593,929 from the District to continue RFK renovations. The District funds were used for both capital improvements and repair and maintenance work, which totaled \$62,946 and \$300,043, respectively for Fiscal Year 2007 and \$805,439 and \$314,242, respectively for Fiscal year 2006. As of September 30, 2007 and 2006, the unexpended cash balance totaled \$210,272 and \$566,387, respectively.

**NOTE 13 NEW BASEBALL STADIUM**

The Commission entered into an agreement with the District to manage the construction of the new baseball stadium. Under the agreement, the District agreed to pay the Commission a management fee totaling \$6,000,000 payable over three years. The Commission received \$2,000,000 each fiscal year in 2007, 2006, and 2005.

In 2007 as a conduit, the Commission received \$191,470,898 million from the District and \$204,725 from other sources to pay for 2007 construction costs of the new baseball stadium.

In 2006, the Commission received \$105,527,800 million from the District, \$2,114,281 from the Washington Nationals, \$440,000 from the Department of Management, and \$31,500 reimbursement from a vendor to pay for 2006 preconstruction and construction costs of the new baseball stadium. As of September 30, 2006, the Commission had a remaining cash balance of \$13,967,687 to pay the unpaid liabilities related to the new stadium.

#### **NOTE 14      COMMITMENTS AND CONTINGENCIES**

In November 2006, the Commission was named as a defendant in the WDC Baseball Partners, LLC case v. the District of Columbia, et al., where the WDC Baseball Partners, LLC has sued the District of Columbia, the Anacostia Waterfront Corporation, and the Commission for \$40 million in compensatory damages, and up to \$100 million in punitive damages alleging that they conspired to and/or wrongfully prevented WDC from implementing a mixed-use development project on the site of the new Washington Nationals Ballpark. On December 3, 2007, the court dismissed the Commission's motion to dismiss the case. The Commission intends to continue to vigorously defend the case and believes the claims are without merit.

On July 19, 2007, the Washington Nationals Baseball Club submitted an arbitration claim under the provisions of various contracts between the Commission and the Nationals for the construction of the Washington Nationals Ballpark. The claim is a dispute over the Commission's obligation to provide certain furniture, fixtures, and equipment; certain seats with obstructed views of the scoreboard; and credits related to television upgrades. After mediation, the Nationals submitted a revised claim on September 28, 2007. The parties subsequently agreed on November 24, 2007 to narrow the scope of the furniture, fixtures, and equipment arbitration to a single issue and provided that if the Commission prevailed on this single issue, the Commission would be obligated for \$1.4 million and if the Nationals prevailed, the Commission will be obligated for \$5.6 million. The parties have continued to negotiate with respect to the other two issues.

The Commission is also exposed to various other risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To limit this exposure, the Commission carries general liability, property and casualty, auto liability, and commercial crime insurance policies. During fiscal year 2007 and 2006, there were a number of incidents at RFK Stadium that have been referred to the Commission's insurance carrier, none of which are likely to exceed the Commission's insurance limits.

#### **NOTE 15      SUBSEQUENT EVENTS**

On January 8, 2008, the District's City Council approved a \$2 million operating subsidy for the Commission for Fiscal Year 2008.

On January 30, 2008, D.C. United Soccer Team signed a letter of commitment for the 2008 soccer season.

**INDEPENDENT AUDITORS' REPORT  
ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING  
STANDARDS***

To the Mayor and Members of  
the Council of the Government of the District of Columbia and  
Sports and Entertainment Commission Board of Directors  
Washington, D.C.

We have audited the basic financial statements of the District of Columbia Sports and Entertainment Commission (the Commission) as of and for the year ended September 30, 2007, and have issued our report thereon dated February 4, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

***Internal Control Over Financial Reporting*** — In planning and performing our audit, we considered the Commission's internal control over financial reporting as a basis for designing our auditing procedure for the purpose of expressing an opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Commission's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

We consider the following items to be significant deficiencies in internal control over reporting:

**2007-1**

**Improvement in Box Office Ticket Sale Process**

The Commission has a Box Office department that is responsible for collecting and processing cash receipts from game day ticket sales. The department consisted of a part-time ticket seller supervisor and 16-21 seasonal ticket sellers per game. The Commission established unwritten policies and procedures over the ticket sale process that primarily required that certain forms be completed and signed by each ticket seller, ticket seller supervisor, and the finance department. We reviewed twelve game day events that consisted of over 184 ticket sellers to determine whether the controls and processes over ticket sales had been implemented and whether those controls were operating effectively. Our review revealed that the Commission had not consistently followed its controls and policies and procedures. More specifically:

- ▶ Ticket Seller Closeout forms/Bank Verification Forms that evidenced the receipt and return of bank cash could not be provided for all the reviewed games.
- ▶ Some of the ticket seller closeout forms had not been signed by the ticket seller, ticket seller supervisor and the finance department which evidenced the review and approval of the ticket sales processed for the game.
- ▶ We were not provided the deposit slip for three game cash receipts.

Processes that involve the handing of cash receipts such as ticket sales must be consistently followed and monitored to lessen the risk of cash receipts from being misappropriated by employees.

**Recommendation:** We recommend the Commission develop written policies and procedures over the ticket sale process and provide training to the employees on the process. We also recommend that the Commission perform periodic reviews of its game day ticket sale documentation to ensure that the organization's policies and procedures and controls are being consistently followed by the employees.

**Commission Response:** While the Commission agrees with the auditor's recommendation regarding implementing written procedures for the ticket sale process, it is important to note that the Commission performs a monthly reconciliation of the Box Office bank account to the electronic Ticket Master reports. Any variances are recorded in the over/short expense account. The Commission uses the Ticket Master System for the majority of its box office ticket sales. At the end of Fiscal Year 2007, the over/short expense account balance equaled \$64.40, with the largest shortage transaction during the fiscal year totaling \$293, compared to \$836,000 of cash ticket sales. The Commission will implement written procedures in March 2008.

**2007-2.  
Establishment of Effective Human Resource  
Function**

The Commission needs to establish an adequate human resource function with the organization. In Fiscal Year 2007, the Commission did not have a Human Resource Director for the last six months of the year. The human resource duties were assumed by two part-time inexperienced employees who had worked previously in the department before the hiring of a HR Director during the fiscal year. Similar to prior fiscal years, it is evident in our review of the organization's personnel costs that no oversight exists over the Commission's human resources. In our testing, we identified twelve instances of personnel costs not being adequately supported by employee's personnel action forms which mainly occurred with the seasonal game employees. In addition, we noticed that the personnel procedures are not consistent for all full-time employees. The majority of the full-time employees follow the District personnel procedures. There are a small number of employees who follow the informal personnel procedures of the Commission.

Although the Commission has a relatively small staff of employees, the organization does employ a large number of seasonal employees. Therefore, some type of human resource function whether in-house or outsourced is necessary to ensure compliance with the applicable federal and local labor laws.

Furthermore, the Commission did not have a written personnel policy and procedure manual. Regardless of whether the human resource function is performed in-house or outsourced, every organization should have an internal personnel policy and procedure manual that outlines its personnel and business practices, methods for reporting fraud, illegal acts, or abuse, and other important personnel matters. This is an effective tool for communicating the organization's expectations and ensuring consistency among employees when performing their duties and responsibilities.

**Recommendation:** We recommend the Commission perform a cost benefit analysis between an in-house, outsourced, or combination human resource function for its full time and seasonal employees. We also recommend the Commission develop an internal personnel policy and procedure manual and have all full-time and seasonal employees follow the same personnel procedures

**Sports Commission Response:** The Commission agrees with the recommendation regarding the analysis for the human resource function. The Commission is in fact currently preparing a Memorandum of Understanding (MOU) with the DC Department of Human Resources (DCHR) to perform this function for its full-time employees. The Commission expects that the MOU will be executed by the end of March 2008. As part of the MOU, the Commission will engage DCHR to develop a HR manual. Given the Commission's current contractual relationships for processing payroll for its seasonal employees, the Commission will explore the possibility of full-time and seasonal staff following the same personnel and payroll procedures.

**2007-3.**

**Approval of Seasonal Employees' Timesheets**

The Commission uses timesheets to document the hours worked by the seasonal game employees. The Commission's payroll procedures require that those timesheets be signed by the employee's supervisors. Of the twenty-eight seasonal employees reviewed, twelve employees' timesheets had not been signed by a supervisor. As a result, there may have been employees who were paid for hours not actually worked.

**Recommendation:** We recommend the Commission require the game day supervisors' review and approve the seasonal employees' timesheets at the conclusion of each game.

**Sports Commission Response:** As noted, the Commission's current procedures require supervisors to approve employee timesheets. Therefore, the Commission agrees with the recommendation, and will immediately remind supervisors to approve timesheets for game day events. In addition, the Commission will require the payroll staff to conduct reviews to ensure that timesheets are approved before time is entered into the payroll system.

**2007-4.**

**Approval of Journal Entries**

The Commission's Chief Financial Officer is not reviewing and approving the journal entries posted in the accounting system by the Controller. All entries recorded in the accounting system should be reviewed and approved by a supervisor to ensure that the entries are accurate and valid.

**Recommendation:** We recommend the Commission require the Chief Financial Office review and approve all journal entries posted in the accounting system by the Controller

**Sports Commission Response:** The Commission agrees with the recommendation. It is important to note that 2 of the 4 journal entries posted by the Controller related to a new type of transaction for the Commission and were discussed with the Chief Financial Officer before the transactions were posted.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe items 2007-1, 2007-2, and 2007-3 to be material weaknesses.

***Compliance and Other Matters*** — As part of obtaining reasonable assurance about whether the Commission's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Commission in a separate letter dated February 4, 2008.

The Commission's responses to the findings identified in our audit are described above. We did not audit the Commission's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information of the Board of Directors, management, and others within the organization, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

February 4, 2008  
Washington, D.C.

SCHEDULE 1

DISTRICT OF COLUMBIA SPORTS AND ENTERTAINMENT COMMISSION  
SCHEDULE OF EVENTS HELD AT RFK STADIUM AND ARMORY  
FOR THE YEAR ENDED SEPTEMBER 30, 2007

*D.C. Armory Rentals*

**Armory Concerts and Entertainment (AC)**

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October 14, 2006	Howard University Step Show
October 15, 2006	Latin Concert
November 4, 2006	Ethiopian Concert
November 24, 2006	Latin Concert
November 25, 2006	Parliament Funkadelic Concert
February 18, 2007	Latin Concert
March 25, 2007	Latin Concert
April 11 – 15, 2007	Ring. Brothers and Barnum Bailey Circus
April 27, 2007	DC Fight Night
May 12, 2007	Mixed Martial Arts
May 19, 2007	Taste of the South
May 25, 2007	PMG Boxing
September 8, 2007	Ethiopian Concert

**Armory Retail and Tradeshow (AT)**

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October 21, 2006	Parent Expo – Greater Washington Urban League
October 27-28, 2006	Marine Corp Marathon Expo
November 10 – 12, 2006	National Geographic Warehouse Sale
November 18-19, 2006	Official Urban Expo
December 1 – 3, 2006	Future Car Research Event
December 8-10, 2006	La Feria de la Familia 2006
February 2, 2007	DOES & Clark, Hunt Smoot Job Fair
February 23 – 25, 2007	Great Merchandise Sale
March 23, 2007	Health & Fitness Expo
April 28, 2007	2007 Summer Youth Registration
June 16 – 17, 2007	FLW Outdoors
September 22, 2007	Law Enforcement (MPD) Career Expo

**SCHEDULE 1**  
*(continued)*

**DISTRICT OF COLUMBIA SPORTS AND ENTERTAINMENT COMMISSION  
SCHEDULE OF EVENTS HELD AT RFK STADIUM AND ARMORY  
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

**Armory Other**

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October 10, 2006	Kidney Disease Screening
November 16, 2006	Urban League Luncheon
December 14, 2006	Office of Aging Christmas Luncheon
February 16 – 17, 2007	International Conference for World Peace
March 3, 2007	Job Fair
April 20, 2007	Job Fair
May 10, 2007	Republican Presidential Fund-raising Reception
May 17, 2007	Senior Luncheon
	Encuentro Catolico III

***RFK Stadium Rentals***

<b>Month</b>	<b>DC United Men Soccer Team</b>
	<b><u>No. of Hosted Games</u></b>
October 2006	3
November 2006	1
March 2007	2
April 2007	1
May 2007	3
June 2007	3
July 2007	3
August 2007	2
September 2007	<u>4</u>
Total Games	<u>22</u>

**SCHEDULE 1**  
*(continued)*

**DISTRICT OF COLUMBIA SPORTS AND ENTERTAINMENT COMMISSION  
SCHEDULE OF EVENTS HELD AT RFK STADIUM AND ARMORY  
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

**Washington Nationals Baseball Team**

<u>Month</u>	<u>No. of Hosted Games</u>
October 2006	1
March 2007	1
April 2007	14
May 2007	13
June 2007	12
July 2007	15
August 2007	12
September 2007	<u>15</u>
Total Games	<u>83</u>

**Other Events at RFK Stadium**

<u>Date</u>	
February 10, 2007	Georgetown University – Batting Cage
May 20, 2007	High School Baseball Game
June 25, 2007	Congressional Baseball Game

**SCHEDULE 1**  
*(continued)*

**DISTRICT OF COLUMBIA SPORTS AND ENTERTAINMENT COMMISSION  
SCHEDULE OF EVENTS HELD AT RFK STADIUM AND ARMORY  
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

***RFK Stadium Rentals continued***

**Other Locations**

<b>Date</b>	<b>Parking Lots</b>
October 1, 2006 – Sept 30, 2007 (monthly)	Farmers Market
March 10, 2007	Shamrock Festival
May 1, 2007	Motorcycle Ride and Drive
May 7 – 10, 2007	Apex Ride and Drive
May 21–24, 2007	Volkswagon Ride and Drive
June 6, 2007	Airborne Tech – Driving Training
June 17, 2007	Bicycle Races
June 22, 2007	Hogan & Hartson Ride and Drive
August 11, 2007	Stone Soul Picnic 2007
August 23, 2007	Meritor WABCO – Ride and Drive
September 1, 2007	Drive 2 Survive
September 20, 2007	Liberty Mutual Safety Solutions
September 27, 2007	Airborne Tech – Driving Training
August 1, 2006	Farmers Market

<b>Date</b>	<b>Auxiliary Field</b>
<b>Virginia International Soccer</b>	
<b>Month</b>	<b>No. of Hosted Games</b>
October 2006	3
November 2006	3
April 2007	3
May 2007	6
June 2007	2
July 2007	3
August 2007	4
September 2007	<u>5</u>
	<u>29</u>

<b>Other Events</b>	
October 2006	Edmund Burke School
October 2006	Cesar Chavez Public Charter School