

telephone charges, room service \$10.47 x2 = \$20.47, and valet parking \$14 x4 = \$56. (Note: Room service charges are not documented – no receipts.)

City paid **\$21** from petty cash for what is described on voucher as “breakfast meeting with city manager from San Jacinto” 4/6/02. (Inadequate documentation)

City paid **\$18.80** (4/16/02) from petty cash for “working lunch conference call” with John Murray, John Tallman, Tom Lumbrazo (developers) and Johnson. (4 sandwiches, 3 sodas) (It is unknown who ate this lunch, but it certainly shows who has the city’s “ear”.)

City paid **\$307.38** (4/22/02) including **\$19.40** for “lunch with Bob Hargrave” at Brookfield’s Restaurant in Roseville 3/22/02. (There is no supporting documentation) **\$25.92** for lunch with Gamar at Yama Sushi Restaurant in Roseville for agenda review 4/10/02. **\$26.45** for lunch with Christofferson of Placer County at Bootlegger Restaurant 4/11/02. (No receipt) **\$15** for “April 9<sup>th</sup> Transportation Forum ALF” (American Leadership Forum) 4/18/02. (No receipt or documentation) **\$220.61** for dinner on 4/19/02 at McCormick & Schmick’s Restaurant in Washington, DC for “Roseville group”. (Unacceptably vague since spouses and developers were in attendance during this Cap to Cap trip.)

City paid **\$85.71** (5/10/02) including **\$57.90** for lunch at Carver’s in Roseville with W.B. Coker described as “YMCA Project meeting” 4/2/02. **\$27.81** for lunch with Gamar, Robinson, and Steinberg at Roseville Java Garden 4/1/02. City paid **\$40** (5/10/02) for a retirement dinner for W. Sacramento City Manager 6/1/02. (City business or social event?) City paid **\$40** (5/10/02) for American Leadership Forum Commencement dinner 4/12/02.

City paid **\$336.01** (5/22/02) including **\$240** for lunch during Cap to Cap trip at Occidental Restaurant in Washington, DC for “Roseville Group” 4/22/02. (Participants were not named therefore it is unknown who was treated to lunch or whether it was a proper expenditure.) **\$46.97** for monthly lunch with

Chamber of Commerce chairman, director, mayor and Johnson (Rudd, Gerig, Gamar) at Carver’s Restaurant 5/20/02. (The continuing luncheons raise the questions of how closely, and without other input, the city’s top management and the Chamber do their planning for the city out of public view.) **\$49.04** for “Planning Director candidate interview”. (There is in my opinion, simply no justification for this expenditure. The interview should have taken place at city hall. This city of ours is not a private corporation and its managers are not CEO’s in private business.)

City paid **\$40** (5/23/02) for “Class VI Orientation dinner” American Leadership Forum. (I believe that the membership of Johnson to this organization is of little or no value to the city and should perhaps be viewed as personal self-promotion.)

This is just a glimpse of some of the expenditures that I reviewed. By no means are these isolated incidents as will be shown in future investigations about other management staff as well as current and former councilmembers. It was disturbing to see how Al Johnson repeatedly ignored the policies and procedures of the city regarding travel, entertainment and meals. As the city manager, he had the responsibility, indeed the duty, to show his leadership by example. Instead, he consistently violated the rules. It follows then, that some city councilmembers also did not find it necessary to adhere to them. Most alarming is the fact that no one, not one councilmember, was looking over his shoulder.

**In your opinion, is there something that could and should be done immediately to fix this problem?** I think the city council, after first imposing some much needed discipline upon itself, must assume its duty and responsibility of much more closely monitoring the expenditures of the city manager and other top staff. It should take immediate steps to curtail the out of control spending for junkets, travel, meals, etc. Its policies and procedures are in dire need of strengthening and clarity. Most cities as well as the State and Federal governments do not allow the kinds of expenditures we have reviewed here. The council must also reign in the city manager powers and make sure that he has a clear

“... it does not require a majority to prevail, but rather an irate, tireless minority keen to set brush fires in people’s minds.” Samuel Adams