



<b>TO:</b>	<b>CHAIR AND MEMBERS AUDIT COMMITTEE MEETING ON JUNE 28, 2012</b>
<b>FROM:</b>	<b>MARTIN HAYWARD CITY TREASURER, CHIEF FINANCIAL OFFICER</b>
<b>SUBJECT:</b>	<b>ENGAGEMENT OF PWC FOR OPERATIONAL REVIEW</b>

<b>RECOMMENDATION</b>
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That, on the recommendation of the City Treasurer, Chief Financial Officer, this report **BE RECEIVED** for information. PWC LLP has been engaged by the Housing Division at the request of the Board of the London Middlesex Housing Corporation to complete an operational review of the Housing Corporation.

<b>PREVIOUS REPORTS PERTINENT TO THIS MATTER</b>
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None.

<b>BACKGROUND</b>
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Over the past few years, there has been significant turnover in the leadership position of the London Middlesex Housing Corporation. There has also been a continuing pattern of increased funding and annual deficits. The Housing Corporation's Board has requested that the City of London as Shareholder and Municipal Service Manager under the *Housing Services Act* undertake an operational review prior to the appointment of a new Executive Director.

The Housing Corporation is in the process of recruiting for the new Executive Director and it was felt that identifying some of the areas of concern, along with some efficiency recommendations would assist the new CEO in improving the processes and efficiency at the Housing Corporation. The report will be used internally by the Housing Division and the Housing Corporation and not reported through the Audit Committee.

<b>PREPARED BY:</b>	<b>RECOMMENDED BY:</b>
<b>MIKE TURNER DEPUTY CITY TREASURER</b>	<b>MARTIN HAYWARD CITY TREASURER, CHIEF FINANCIAL OFFICER</b>

c. Louise Stevens