

**SUBMITTAL TO THE BOARD OF DIRECTORS OF THE
REDEVELOPMENT AGENCY
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

512



FROM: Redevelopment Agency

SUBMITTAL DATE:
December 15, 2003

SUBJECT: Agency Annual Reports

RECOMMENDED MOTION: That the Board of Directors:

1. Adopt the Agency Budget for Fiscal Year 2003-04, attached hereto as Attachment "A", Section 1;
2. Receive and file the Component Unit Financial Audit Report for Fiscal Year 2002-03, attached hereto as Attachment "A", Section 2;
3. Receive and file the housing report prepared in accordance with Section 33080.4 and 33080.7 of the California Redevelopment Law, attached hereto as Attachment "A", Section 3; and
4. Receive and file the State Controller's Report, attached hereto as Attachment "A", Section 4.
(Continued to next page)

Departmental Concurrence

Bradley J. Hudson

Bradley J. Hudson, Executive Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	N/A
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2002-03 2003-04

COMPANION ITEM ON BOARD OF SUPERVISORS AGENDA: No

SOURCE OF FUNDS: Redevelopment Agency Tax Increment, Bond Proceeds, and Housing Set-Aside Funds	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

County Executive Office Signature

Bronda King

Consent
 Policy
 Consent
 Policy
 Dept't Recomm.:
 Per Exec. Ofc.:

2003 DEC 13 11:12
 RECEIVED CLERK OF THE BOARD

03 DEC 12 10:11:51

Prev. Agn. Ref.: None | District: All | Agenda Number:

**ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD**

4 . 1

BACKGROUND:

The first section of the attachment is the Agency's Annual Budget Report. While the Board of Supervisors adopted the Agency's budget in July 2003 as part of the County budget, Section 33606 of the California Community Redevelopment Law (the "CRL") requires that the Agency also adopt an annual budget which contains the Agency's proposed expenditures and indebtedness, anticipated revenues, a work program and an examination of achievements (see Section 1). The attached budget contains all of the information specified in the CRL and is consistent with the budget previously adopted by the Board of Supervisors. Staff recommends that the Board approve the attached Agency budget for Fiscal Year 2003-04.

Second, Section 33080.1 of the CRL requires the Agency to annually present to the Board of Directors an independent financial audit report for the previous fiscal year (see Section 2). The second action above is to receive and file the attached audit report from Teaman, Ramirez, and Smith, Inc., which includes the independent financial audit, an opinion on the financial statements, and the Agency's financial position. The report also contains tests of the Agency's compliance with certain provisions of laws, regulations, contracts, and grants that could have a direct and material effect on the determination of financial statement amounts. The results of the tests disclosed no instances of non-compliance that are required to be reported under *Government Auditing Standards*.

Third, the Agency is required to submit to the State Housing and Community Department (HCD) an annual housing report, in accordance with Section 33080.4 and 33080.7 of California Redevelopment Law, prior to the end of the calendar year (see Section 3). Upon Board approval, the Agency will forward the Audit and Housing Report to HCD in accordance with the CRL.

Finally, the Agency is required to submit to the State Controller's Office an annual report on all financial activities in redevelopment project areas, prior to the end of the calendar year (see Section 4). Staff recommends that the Board direct Agency staff to forward the report to the State Controller's office with the authorization to amend the report prior to submission if needed.