

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

324



FROM: Economic Development Agency

SUBMITTAL DATE:
December 3, 2009

SUBJECT: Agency Annual Reports

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve the Annual Budget Report for Fiscal Year 2009-2010, attached hereto as Attachment "A";
2. Receive and file the Component Unit Financial Audit Report for Fiscal Year 2008-2009 attached hereto as Attachment "B";
3. Receive and file the housing report prepared in accordance with Sections 33080.4 and 33080.7 of the California Redevelopment Law, attached hereto as Attachment "C"; and
4. Receive and file the State Controller's Report, attached hereto as Attachment "D".

BACKGROUND: (Commences on page 2)

Robert Field
Assistant County Executive Officer/EDA

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|-----------------------|-------------------------------|------|-------------------------|-----------|
| FINANCIAL DATA | Current F.Y. Total Cost: | \$ 0 | In Current Year Budget: | N/A |
| | Current F.Y. Net County Cost: | \$ 0 | Budget Adjustment: | N/A |
| | Annual Net County Cost: | \$ 0 | For Fiscal Year: | 2009-2010 |

COMPANION ITEM ON BOARD OF DIRECTORS AGENDA: Yes

| | |
|-----------------------------|--|
| SOURCE OF FUNDS: N/A | 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

FORM APPROVED COUNTY COUNSEL
BY MICHELLE CLACK
DATE 12/3/09
Departmental Concurrence

Consent
 Policy
 Consent
 Policy
 Dept's Recomm.:
 Per Exec. Ofc.:

Prev. Agn. Ref.: 12/1/08; 3.22

District: All

Agenda Number:

3.14

BACKGROUND:

Each year the Redevelopment Agency is required to prepare several annual reports on the Agency's accomplishments and plans. First, while the Board of Supervisors adopted the Agency's budget earlier this year as part of the County's budget, Section 33606 of the California Community Redevelopment Law (the "CRL") requires that the Agency also submit an annual budget to the Board of Supervisors that contains the Agency's proposed expenditures, indebtedness, revenues, a work program and an examination of achievements for the prior fiscal year.

The attached budget report contains all of the information specified in the CRL and is consistent with the budget previously adopted by the Board of Supervisors. Agency investments over the past fiscal year include expenditures of approximately \$54,174,400 on capital facilities; \$13,847,100 on infrastructure projects; \$269,900 on planning for developments; \$325,390 on Owner Participation Agreements; \$1,395,200 on the Façade Improvement Program; \$389,280 on the Graffiti Abatement Program; and \$300,000 on the Demolition Grant Program. Staff recommends that the Board approve the attached Annual Budget Report for Fiscal Year 2009-2010.

Second, Section 33080.1 of the CRL requires the Agency to annually present to the Board of Supervisors an independent audited financial report for the previous fiscal year. It is recommended that the Board receive and file the attached audited financial statements 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 Sections 33080.4 and 33080.7 of the CRL, prior to the end of the calendar year. Upon Board acceptance, the Agency will forward the Audit and Housing Report to HCD in accordance with the CRL. Housing expenditures and/or commitment of Redevelopment funds over the past fiscal year include \$572,900 on homeownership programs; \$2,005,300 on rehabilitation housing projects, \$1,034,000 on mobile home housing projects; \$1,866,700 on infill housing; \$5,838,700 on new construction of single family housing; \$34,816,800 on new construction of multi-family housing; and \$16,998,600 on new construction of mobile home housing projects.

Fourth, 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. 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.

It is recommended that the Board accept the above documents, after which they will be submitted to the State Controller's Office and California Department of Housing and Community Development.