

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



ITEM: 4.1  
(ID # 25289)

MEETING DATE:  
Tuesday, June 25, 2024

**FROM :** SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY

**SUBJECT:** SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE: Receive and File the 2024 Governance Planning Communication Letter. All Districts. [\$0]

**RECOMMENDED MOTION:** That the Board of Supervisors:

1. Receive and file the 2024 Governance Planning Communication Letter from Brown Armstrong, Certified Public Accountants, to conduct the annual audit of the Successor Agency to the Redevelopment Agency for the County of Riverside for the fiscal year ending June 30, 2024.

**ACTION:Consent**


  
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Don Kent, Director of Finance 6/5/2024

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**MINUTES OF THE BOARD OF SUPERVISORS**

On motion of Supervisor Spiegel, seconded by Supervisor Gutierrez and duly carried by unanimous vote, IT WAS ORDERED that the above matter is received and filed as recommended.

Ayes: Jeffries, Spiegel, Washington, Perez and Gutierrez  
Nays: None  
Absent: None  
Date: June 25, 2024  
xc: Redevelopment Agency

Kimberly A. Rector  
Clerk of the Board  
By:   
Deputy

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

<b>FINANCIAL DATA</b>	<b>Current Fiscal Year:</b>	<b>Next Fiscal Year:</b>	<b>Total Cost:</b>	<b>Ongoing Cost</b>
<b>COST</b>	\$0	\$0	\$0	\$0
<b>NET COUNTY COST</b>	\$0	\$0	\$0	\$0
<b>SOURCE OF FUNDS:</b>			<b>Budget Adjustment:</b>	No
			<b>For Fiscal Year:</b>	23/24

**C.E.O. RECOMMENDATION:** Approve

**BACKGROUND:**

**Summary**

The Successor Agency to the Redevelopment Agency for the County of Riverside (Successor Agency) has engaged the services of Brown Armstrong, Certified Public Accountants to conduct the annual audit of the financial statements of the Successor Agency for the fiscal year ended June 30, 2024, 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.

The audit will include examination of evidence supporting the amounts and disclosures in the financial statements, evaluating internal controls, and obtaining reasonable assurance that the financial statements are free from material misstatement.

The 2024 Governance Planning Communication Letter is submitted to the Board of Supervisors to provide notification of the planned scope and timing of the audit and will meet the requirements of the external auditors conducting the audit of the Successor Agency. Staff requests that the Board receive and file the 2024 Governance Planning Communication Letter from Brown Armstrong, Certified Public Accountants, for the audit of the Successor Agency's financial statements for the fiscal year ended June 30, 2024.

**Impact on Residents and Businesses**

The annual financial audit of the financial statements of the Successor Agency to the Redevelopment Agency for the County of Riverside provides transparency and oversight.

**Attachments:**

2024 Governance Planning Communication Letter

*Michael Ambolo*  
Michael Ambolo, Chief Finance Officer 6/5/2024

Honorable Board of Supervisors  
Successor Agency to the Redevelopment Agency  
for the County of Riverside  
4080 Lemon Street, 4<sup>th</sup> Floor  
Riverside, California 92501

We are engaged to audit the financial statements of the Successor Agency to the Redevelopment Agency for the County of Riverside, California, (the Agency) for the year ended June 30, 2024. Professional standards require that we provide you with the following information related to our audit. We would also appreciate the opportunity to meet with you to discuss this information further since a two-way dialogue can provide valuable information for the audit process.

**Our Responsibility under Auditing Standards Generally Accepted in the United States of America and Government Auditing Standards**

As stated in our engagement letter dated June 4, 2024, our responsibility, as described by professional standards, is to express opinions about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your responsibilities.

As part of our audit, we will consider the system of internal control of the Agency. Such considerations are solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will also perform tests of the Agency's compliance with certain provisions of laws, regulations, contracts, and grants. However, providing an opinion on compliance with those provisions is not an objective of our audit.

Accounting principles generally accepted provide for certain required supplementary information (RSI) to supplement the basic financial statements. Our responsibility with respect to Management's Discussion and Analysis, which supplements the basic financial statements, is to apply certain limited procedures in accordance with auditing standards generally accepted in the United States of America. However, the RSI will not be audited and, because the limited procedures do not provide us with sufficient appropriate evidence to express an opinion or provide any assurance, we will not express an opinion or provide any assurance on the RSI.

We have been engaged to report on the Combining Schedules of Fiduciary Net Position and Changes in Fiduciary Net Position, which accompany the financial statements but are not RSI. Our responsibility for this supplementary information, as described by professional standards, is to evaluate the presentation of the supplementary information in relation to the financial statements as a whole and to report on whether the supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

**Planned Scope, Timing of the Audit, Significant Risks, and Other**

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested.

Our audit will include obtaining an understanding of the Agency and its environment, including the system of internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Material misstatements may result from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the Agency or to acts by management or employees acting on behalf of the Agency. We will generally communicate our significant findings at the conclusion of the audit. However, some matters could be communicated sooner, particularly if significant difficulties are encountered during the audit where assistance is needed to overcome the difficulties or if the difficulties may lead to a modified opinion. We will also communicate any internal control related matters that are required to be communicated under professional standards.

We have identified the following significant risks of material misstatement as part of our auditing planning:

According to auditing standards generally accepted in the United States of America, significant risks include management override of controls, and auditing standards generally accepted in the United States of America presume that revenue recognition is a significant risk. Accordingly, we have considered these as significant risks.

We expect to begin our audit on approximately September 9, 2024, and issue our report on approximately October 31, 2024. Lindsey Zimmerman is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it.

This information is intended solely for the use of the Board of Supervisors and management of the Agency and is not intended to be, and should not be, used by anyone other than these specified parties.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

A handwritten signature in blue ink that reads "Brown Armstrong Accountancy Corporation". The signature is written in a cursive, flowing style.

Bakersfield, California  
June 4, 2024