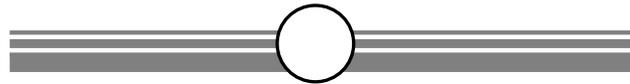


Mayor
William Siegel
Mayor Pro Tem
Lois Wynne
Council Members
John Gordon
Eddie Neal
Willard Rodarmel



City of
LEMOORE
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**Finance
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To: Oversight Board for the Successor Agency to the Former Lemoore Redevelopment Agency Item # 4
From: Cheryl Silva, Finance Director
Date: February 6, 2013
Subject: Independent Accountants' Report on Applying Agreed-Upon Procedures – Due Diligence Review – All Other Funds

Discussion:

Health and Safety Code Section 34179.5 requires successor agencies to employ a licensed accountant, approved by the county auditor-controller and with experience and expertise in local government accounting, to conduct a due diligence review to determine the unobligated balances available for transfer to taxing entities. Health and Safety Code Section 34179.6 requires the Successor Agency to submit the results of the review (“Due Diligence Review”), conducted pursuant to Section 34179.5 for all other non-housing funds and accounts (“Non-Housing Funds”), and specifically the amount of cash and cash equivalents determined to be available for allocation to taxing entities, to the Successor Agency’s Oversight Board for review and approval.

The Preliminary Due Diligence Review Report - All Other Funds and Accounts was prepared by Sampson, Sampson & Patterson, LLP. The report was presented to the Oversight Board for the Successor Agency to the Lemoore Redevelopment Agency and opened for the public comment session on January 24, 2013.

The final report has been updated on page 17 and page 19. Subsequent to the January 24, 2013 meeting, it was found that two parcels of land had been transferred on the financial records to the City of Lemoore based on Resolution 2012-07, from the June 28, 2012 Oversight Board meeting. This transaction has been reversed based on AB 1484 that was passed by the California State Legislature and signed by the Governor on June 27, 2012. Page 17 now reflects the total value of the Capital Assets at \$1,108,062 and page 19 includes the details of the assets that are included in this total.

Budget Impact:

None

Recommendation:

That the Oversight Board adopt Resolution No. 2013-01 approving the Due Diligence Review Report as presented.