

CITY OF ESCONDIDO

MINUTES OF THE REGULAR MEETING OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY OF THE ESCONDIDO REDEVELOPMENT AGENCY

October 4, 2012

The regular meeting of the Oversight Board of the Successor Agency of the Escondido Redevelopment Agency was called to order at 10:00 a.m., by Chairman Phillips in the Mitchell Room at City Hall, 201 North Broadway, Escondido, California.

Board Members Present: Chairman Phillips, Vice-chairman Rojas, Boardmember Yerxa, and Boardmember Masson.

Commissioners absent: Boardmember Baker, Boardmember McNamara, and Boardmember Manusov.

Staff present: Jeffrey Epp, City Attorney; Joan Ryan, Finance Manager; and Ty Paulson, Minutes Clerk.

MINUTES

Moved by Boardmember Yerxa, seconded by Boardmember Masson, to approve the minutes of the August 14, 2012 meeting. Motion carried unanimously.

2. Approval of Resolution No. 2012-02 authorizing an Agreement with Lance, Soll & Lunghard, LLP for Audit Services.

Ms. Ryan referenced the staff reports on the agreed upon procedures for the former Escondido Redevelopment Agency and the Low and Moderate Income Housing Fund. She noted that AB1484 extended the due date of the report to October 5th. She stated that the purpose of the report was to establish the redevelopment agencies assets and liabilities, to determine the pass-thru payments to the other taxing entities, and to determine the amounts and terms of the indebtedness of the redevelopment Agency. She elaborated that staff was not sure what the report would be used for. Vice-chairman Rojas concurred.

Vice-chairman Rojas noted that Rich Kikuchi from Lance, Soll & Lunghard, LLP was available for questions. He also noted that the recommendation was to authorize the agreement with Lance, Soll & Lunghard in the amount of \$20,000 for conducting the audit.

Boardmember Masson requested clarification regarding whether the Board was being requested to approve the contract with Lance, Soll & Lunghard, LLP when some of the work had already begun. Vice-chairman Rojas replied in the affirmative, noting that the hope was that the State would allow this to be paid for with redevelopment money if deemed as an enforceable obligation.

Chairman Phillips requested input from the public. No comments were received.

ACTION:

Moved by Boardmember Masson, seconded by Vice-chairman Rojas, to approve Resolution No. 2012-02 authorizing an agreement with Lance, Soll & Lunghard, LLP for audit services. Motion carried unanimously.

3. Opportunity for Public Comment on Adoption of Resolution OB 2012-01 Approving a Recognized Obligation Payment Schedule for January 2013 Through June 2013

Rich Kikuchi from Lance, Soll & Lunghard, LLP, referenced the report noted that the audit was required to satisfy the requirements of AB1484. He then referenced the steps to be in accordance with AB1484. He stated that the subject procedures needed to be performed to determine the unobligated cash at the end of the year, which was outlined on Page 18 of the report.

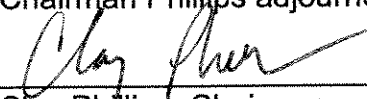
Boardmember Yerxa asked if the State had the opportunity to challenge the findings in the audit. Mr. Kikuchi answered in the affirmative. Ms. Ryan noted that the State had until November 9, 2012 to complete their review with the agency having an opportunity to have a meet and confer.


Chairman Phillips requested input from the public. No comments were received.

ORAL COMMUNICATIONS: None.

ADJOURNMENT:

Chairman Phillips adjourned the meeting at 10:22 am.


Clay Phillips, Chairman


Ty Paulson, Minutes Clerk