

# YUBA COUNTY REDEVELOPMENT AGENCY OVERSIGHT BOARD MEETING

Yuba County Government Center  
915 Eighth Street, Board Chambers  
Marysville, CA 95901

JANUARY 22, 2013 – 3:30 P.M.

## AGENDA

- A. ROLL CALL: Directors: Violette Begley, Robert Bendorf, Jim Carpenter, Mary Jane Griego, Brent Hastey, Scotia Holmes Sanchez
- B. CONSENT: Matters are routine and can be enacted in one motion.
  - 1. Approve minutes of November 27, 2012.
- C. ACTION ITEMS
  - 1. Adopt resolution approving the independent accountant report on applying agreed-upon procedures for the low and moderate income housing fund in accordance with AB1484 and presenting results of due diligence review conduction pursuant to Health and Safety Code §34179.5.
  - 2. Adopt resolution approving the independent accountant report on applying agreed-upon procedures for all funds and accounts, excluding the low and moderate income housing fund and presenting results of due diligence review conduction pursuant to Health and Safety Code §34179.5.
- D. PUBLIC COMMENT
- E. BOARD AND STAFF REPORTS
- F. ADJOURN



YUBA COUNTY REDEVELOPMENT AGENCY OVERSIGHT BOARD

NOVEMBER 27, 2012 – SPECIAL MEETING

MINUTES

The Board met on the above date, commencing at 3:49 p.m., within the Government Center, Marysville, California, with a quorum being present as follows: Directors Violette Begley, Robert Bendorf, Jim Carpenter, Scotia Holmes Sanchez. Director Mary Jane Griego was absent. Director Brent Hastey was absent. Also present were Finance and Administration Director Sean Powers, County Counsel Angil Morris-Jones and Clerk of the Board of Supervisors Donna Stottlemeyer. Chair Griego presided.

A. ROLL CALL: Directors: Violette Begley, Robert Bendorf, Jim Carpenter, Mary Jane Griego, Brent Hastey, Scotia Holmes Sanchez – Director Hastey absent.

B. CONSENT: Matters are routine and can be enacted in one motion.

MOTION: Move to approve    MOVED: Robert Bendorf    SECOND: Scotia Holmes Sanchez  
YES: Violette Begley, Robert Bendorf, Jim Carpenter, Mary Jane Griego, Scotia Holmes Sanchez  
NOES: None    ABSTAIN: None    ABSENT: Brent Hastey

1. Approve minutes of August 28, 2012. Approved as written.

C. ACTION ITEMS

1. Receive and approve report on Applying Agreed-Upon Procedures to the Successor Agency of the Yuba County Redevelopment Agency's Low and Moderate Income Housing Fund in accordance with AB 1484. Finance and Administration Director Sean Powers recapped the report and return of funds to taxing entities and responded to Board inquiries.

MOTION: Move to approve    MOVED: Robert Bendorf    SECOND: Scotia Holmes Sanchez  
YES: Violette Begley, Robert Bendorf, Jim Carpenter, Mary Jane Griego, Scotia Holmes Sanchez  
NOES: None    ABSTAIN: None    ABSENT: Brent Hastey

D. PUBLIC COMMENT: None

E. ADJOURN: 3:53 p.m. by Chair Griego.

\_\_\_\_\_  
Chair

ATTEST: Clerk of the Board Donna Stottlemeyer

\_\_\_\_\_

**BEFORE THE OVERSIGHT BOARD OF  
THE YUBA COUNTY REDEVELOPMENT SUCCESSOR AGENCY**

**RESOLUTION OF THE OVERSIGHT BOARD OF )  
THE YUBA COUNTY REDEVELOPMENT )  
SUCCESSOR AGENCY APPROVING THE )  
INDEPENDENT ACCOUNTANT'S REPORT ON )  
APPLYING AGREED-UPON PROCEDURES TO )  
THE SUCCESSOR AGENCY OF THE YUBA )  
COUNTY REDEVELOPMENT AGENCY'S LOW )  
AND MODERATE INCOME HOUSING FUND IN )  
ACCORDANCE WITH AB1484 AND PRESENTING )  
THE RESULTS OF THE DUE DILIGENCE )  
REVIEW CONDUCTED PURSUANT TO HEALTH )  
AND SAFETY CODE SECTION 34179.5 )**

**RESOLUTION NO. \_\_\_\_\_**

**WHEREAS**, Assembly Bill X1 26, also known as the "Dissolution Act", was enacted on June 28, 2011, the result of which was to significantly modify the Community Redevelopment Law and as a result, redevelopment agencies dissolved on February 1, 2012; and

**WHEREAS**, on June 27, 2012, a clean-up bill to the redevelopment dissolution legislation was enacted by the State Legislature ("AB1484") establishing several new procedures that must be followed and accelerated several timelines for existing procedures; and

**WHEREAS**, pursuant to section 34173 of ABX1 26, the County of Yuba assumed the role of Successor Agency to the former Yuba County Redevelopment Agency ("Successor Agency"), and is responsible for winding down the activities of the former Redevelopment Agency; and

**WHEREAS**, in compliance with AB1484, the Successor Agency contracted with Gallina, LLP, a certified public accountant approved by the County Auditor-Controller, to conduct a "due diligence review" of both the Housing Fund and of the non-housing funds of the former Redevelopment Agency; and

**WHEREAS**, the purpose of the Housing Fund due diligence review is to determine the unobligated balance available for transfer to the taxing entities; and

**WHEREAS**, on November 27, 2012, the Oversight Board convened an open session and reviewed, received no comments from the public, and approved the Report on Applying Agreed-Upon Procedures to the Successor Agency of the Yuba County Redevelopment Agency's Low and Moderate Income Housing Fund in accordance with AB1484.

**NOW, THEREFORE, BE IT RESOLVED**, the Oversight Board of the Successor Agency to the Yuba County Redevelopment Agency approves the Independent Accountant's Report on Applying Agreed-Upon Procedures to the Successor Agency of the Yuba County Redevelopment Agency's Low and Moderate Income Housing Fund in accordance with AB1484 conducted pursuant to Health and Safety Code Section 34179.5 and authorizes the transmission of such results to the Department of Finance and the Yuba County Auditor-Controller.

**NOW, THEREFORE, BE IT FURTHER RESOLVED THAT** the Oversight Board of the Successor Agency to the Yuba County Redevelopment Agency accepts the determination of the amount of cash, cash equivalents, and interest earned be available for disbursement to taxing entities.

**PASSED AND ADOPTED** at a regular meeting of the Oversight Board of the Yuba County Redevelopment Successor Agency, State of California on the \_\_\_\_\_ day of \_\_\_\_\_, 2013 by the following vote:

AYES:

NOES:

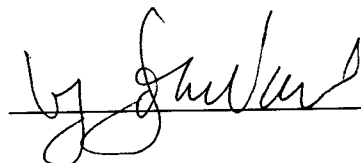
ABSENT:

ABSTAIN:

\_\_\_\_\_  
CHAIR

ATTEST: DONNA STOTTLEMEYER  
SECRETARY /  
CLERK OF THE BOARD OF SUPERVISORS

ANGIL P. MORRIS-JONES  
YUBA COUNTY COUNSEL  
APPROVED AS TO FORM:

\_\_\_\_\_  


**BEFORE THE OVERSIGHT BOARD OF  
THE YUBA COUNTY REDEVELOPMENT SUCCESSOR AGENCY**

**RESOLUTION OF THE OVERSIGHT BOARD OF )  
THE YUBA COUNTY REDEVELOPMENT )  
SUCCESSOR AGENCY APPROVING THE )  
INDEPENDENT ACCOUNTANT'S REPORT ON )  
APPLYING AGREED-UPON PROCEDURES IN )  
ACCORDANCE WITH AB 1484 FOR THE )  
REDEVELOPMENT AGENCY OF THE COUNTY )  
OF YUBA AND THE SUCCESSOR AGENCY TO )  
THE REDEVELOPMENT AGENCY FOR ALL )  
FUNDS AND ACCOUNTS, EXCLUDING THE LOW )  
MODERATE INCOME HOUSING FUND AND )  
PRESENTING THE RESULTS OF THE DUE )  
DILIGENCE REVIEW CONDUCTED PURSUANT )  
TO HEALTH AND SAFETY CODE SECTION )  
34179.5 )**

**RESOLUTION NO. \_\_\_\_\_**

**WHEREAS**, Assembly Bill X1 26, also known as the "Dissolution Act", was enacted on June 28, 2011, the result of which was to significantly modify the Community Redevelopment Law and as a result, redevelopment agencies dissolved on February 1, 2012; and

**WHEREAS**, on June 27, 2012, a clean-up bill to the redevelopment dissolution legislation was enacted by the State Legislature ("AB1484") establishing several new procedures that must be followed and accelerated several timelines for existing procedures; and

**WHEREAS**, pursuant to section 34173 of ABX1 26, the County of Yuba assumed the role of Successor Agency to the former Yuba County Redevelopment Agency ("Successor Agency"), and is responsible for winding down the activities of the former Redevelopment Agency; and

**WHEREAS**, in compliance with AB 1484, the Successor Agency contracted with Gallina, LLP, a certified public accountant approved by the County Auditor-Controller, to conduct a "due diligence review" of both the Housing Fund and of the non-housing funds of the former Redevelopment Agency; and

**WHEREAS**, the purpose of the due diligence review for All Funds and Accounts except the Low Moderate Income Housing Fund is to determine the unobligated balance available for transfer to the taxing entities; and

**WHEREAS**, the Oversight Board convened in open session and reviewed the Report on Applying Agreed-Upon Procedures in Accordance with AB 1484 for the Redevelopment Agency of the County of Yuba and the Successor Agency to the Redevelopment Agency for All Funds and Accounts (Excluding Low Moderate Income Housing Fund).

**NOW, THEREFORE, BE IT RESOLVED**, the Oversight Board of the Successor Agency to the Yuba County Redevelopment Agency approves the Independent Accountant's Report on Applying Agreed-Upon Procedures in Accordance with AB 1484 for the Redevelopment Agency of the County of Yuba and the Successor Agency to the Redevelopment Agency for All Funds and Accounts (Excluding Low Moderate Income Housing Fund) conducted pursuant to Health and Safety Code Section 34179.5 and authorizes the transmission of such results to the Department of Finance and the Yuba County Auditor-Controller.

**NOW, THEREFORE, BE IT FURTHER RESOLVED THAT** the Oversight Board of the Successor Agency to the Yuba County Redevelopment Agency accepts the determination that All Funds and Accounts (Excluding Low Moderate Income Housing Fund) are fully obligated and require no remittance or disbursement to taxing entities.

**PASSED AND ADOPTED** at a regular meeting of the Oversight Board of the Yuba County Redevelopment Successor Agency, State of California on the \_\_\_\_\_ day of \_\_\_\_\_, 2013 by the following vote:

AYES:

NOES:

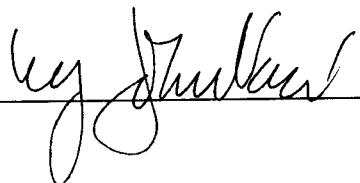
ABSENT:

ABSTAIN:

\_\_\_\_\_  
CHAIR

ATTEST: DONNA STOTTLEMEYER  
SECRETARY /  
CLERK OF THE BOARD OF SUPERVISORS

ANGIL P. MORRIS-JONES  
YUBA COUNTY COUNSEL  
APPROVED AS TO FORM:

\_\_\_\_\_  


**REPORT ON APPLYING  
AGREED-UPON PROCEDURES  
IN ACCORDANCE WITH AB 1484  
FOR THE REDEVELOPMENT AGENCY  
OF THE COUNTY OF YUBA  
AND THE SUCCESSOR AGENCY TO THE RDA  
ALL FUNDS AND ACCOUNTS (EXCLUDING LOW  
MODERATE INCOME HOUSING FUND)  
JUNE 30, 2012**

**AGREED-UPON PROCEDURES  
REDEVELOPMENT AGENCY OF THE COUNTY OF YUBA  
AND THE SUCCESSOR AGENCY TO THE RDA**

**Table of Contents**

	<u>Page</u>
Independent Accountant's Report on Applying Agreed-Upon Procedures .....	1
Attachment A – Agreed-Upon Procedures Engagement .....	2-10
Appendices:	
Appendix 1 .....	11
Appendix 4A.....	12-15
Appendix 4B.....	16-19
Appendix 9 .....	20
Appendix 10 .....	21





**INDEPENDENT ACCOUNTANT'S REPORT ON  
APPLYING AGREED-UPON PROCEDURES**

Oversight Board of the Successor Agency  
of the Redevelopment Agency of the County of Yuba  
Marysville, California

We have performed the minimum required agreed-upon procedures enumerated in Attachment A, which were agreed to by the California State Controller's Office and the Department of Finance solely to assist you in ensuring that the dissolved redevelopment agency is complying with its statutory requirements with respect to AB 1484. Management of the successor agency and the County are responsible for the accounting records pertaining to statutory compliance pursuant to Health and Safety Code section 34179.5(c)(1) through 34179.5(c)(6). This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The scope of this engagement was limited to performing the minimum required agreed-upon procedures as set forth in Attachment A related to all other funds of the Successor Agency combined (excluding the Low and Moderate Income Housing Fund).

We were not engaged to and did not conduct an audit, the objective of which would be the expression of an opinion as to the appropriateness of the results summarized in Attachment A. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the successor agency and applicable State agencies, and is not intended to be, and should not be used by anyone other than these specified parties. This restriction is not intended to limit distribution of this report, which is a matter of public record.

GALLINA LLP

Roseville, California  
January 4, 2013

## ATTACHMENT A

### Agreed Upon Procedures Engagement Pursuant to AB1484 and Health and Safety Code Section 34179.5

*Purpose: to determine the unobligated balances of all other funds of the Successor Agency combined (excluding the Low and Moderate Income Housing Fund) available to transfer to taxing entities.*

#### **Health and Safety Code Section 34179.5(c)**

34179.5(c)(1) The dollar value of assets transferred from the former redevelopment agency to the successor agency on or about February 1, 2012.

##### **1. Procedure:**

Obtain from the Successor Agency a listing of all assets that were transferred from the former redevelopment agency to the Successor Agency on February 1, 2012. Agree the amounts on this listing to account balances established in the accounting records of the Successor Agency. Identify in the Agreed-Upon Procedures (AUP) report the book value of the assets transferred to the Successor Agency as of that date.

##### **Results:**

Refer to Appendix 1 for a listing of assets transferred to the Successor Agency and comments, if any. The book value of the assets transferred was \$112,798.

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34179.5(c)(2) The dollar value of assets and cash and cash equivalents transferred after January 1, 2011, through June 30, 2012, by the redevelopment agency or the successor agency to the city, county, or city and county that formed the redevelopment agency and the purpose of each transfer. The reviews shall provide documentation of any enforceable obligation that required the transfer.

**2. Procedure:** If the State Controller's Office has completed its review of transfers required under Section 34178.8 and issued its report regarding such review, attach a copy of that report as an exhibit to the due diligence AUP report. If this has not yet occurred, perform the following procedures:

2A. Obtain a list prepared by the Successor Agency of all transfers (excluding payments for goods and services) from the former redevelopment agency to the city, county, or city and county that formed the redevelopment agency for the period from January 1, 2011 through January 31, 2012. For each transfer, the Successor Agency should describe the purpose of the transfer and describe in what sense the transfer was required by one of the Agency's enforceable obligations or other legal or accounting requirements. Provide this listing as an attachment to the AUP report.

##### **Results:**

The former redevelopment agency did not transfer any assets relating to all the other funds and account balances of the former redevelopment agency (excluding the low and moderate income housing fund) to the County that formed the redevelopment agency for the period January 1, 2011 through January 31, 2012.

2B. Obtain a list prepared by the Successor Agency of all transfers (excluding payments for goods and services) from the Successor Agency to the city, county, or city and county that formed the redevelopment agency for the period from February 1, 2012 through June 30, 2012. For each transfer, the Successor Agency should describe the purpose of the transfer and describe in what sense the transfer was required by one of the Agency's enforceable obligations or other legal or accounting requirements. Provide this listing as an attachment to the AUP report.

**Results:**

The Successor Agency did not transfer any assets relating to all the other funds and account balances of the former redevelopment agency (excluding the low and moderate income housing fund) to the County that formed the redevelopment agency for the period February 1, 2012 through June 30, 2012.

For each transfer, obtain the legal document that formed the basis for the enforceable obligation that required any transfer. Note in the AUP report the absence of any such legal document or the absence of language in the document that required the transfer.

**Results:**

N/A. Refer to procedures 2A and 2B above.

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34179.5(c)(3)The dollar value of any cash or cash equivalents transferred after January 1, 2011, through June 30, 2012, by the redevelopment agency or the successor agency to any other public agency or private party and the purpose of each transfer. The review shall provide documentation of any enforceable obligation that required the transfer.

**3. Procedure:** If the State Controller's Office has completed its review of transfers required under Section 34178.8 and issued its report regarding such review, attach a copy of that report as an exhibit to the due diligence AUP report. If this has not yet occurred, perform the following procedures:

Obtain a list prepared by the Successor Agency of all transfers (excluding payments for goods and services) from the former redevelopment agency to any other public agency or to private parties for the period from January 1, 2011 through January 31, 2012. For each transfer, the Successor Agency should describe the purpose of the transfer and describe in what sense the transfer was required by one of the Agency's enforceable obligations or other legal or accounting requirements. Provide this listing as an attachment to the AUP report.

**Results:**

The former redevelopment agency did not transfer any assets relating to all the other funds and account balances of the former redevelopment agency (excluding the low and moderate income housing fund) to any other public agency or private party for the period January 1, 2011 through January 31, 2012.

Obtain a list prepared by the Successor Agency of all transfers (excluding payments for goods and services) from the Successor Agency to any other public agency or private parties for the period from February 1, 2012 through June 30, 2012. For each transfer, the Successor Agency should describe the purpose of the transfer and describe in what sense the transfer was required by one of the Agency's enforceable obligations or other legal or accounting requirements. Provide this listing as an attachment to the AUP report.

**Results:**

The Successor Agency did not transfer any assets relating to all other funds of the Successor Agency combined (excluding the Low and Moderate Income Housing Fund) to any other public agency or private party for the period February 1, 2012 through June 30, 2012.

For each transfer, obtain the legal document that formed the basis for the enforceable obligation that required any transfer. Note in the AUP report the absence of any such legal document or the absence of language in the document that required the transfer.

**Results:**

N/A. Refer to procedures 3A and 3B above.

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34179.5(c)(4)The review shall provide expenditure and revenue accounting information and identify transfers and funding sources for the 2010-11 and 2011-12 fiscal years that reconciles balances, assets, and liabilities of the successor agency on June 30, 2012 to those reported to the controller for the 2009-10 fiscal year.

**4. Procedures:** Obtain from the Successor Agency a summary of the financial transactions of the Redevelopment Agency and the Successor Agency in the format set forth in the attached schedule for the fiscal periods indicated in the schedule. For purposes of this summary, the financial transactions should be presented using the modified accrual basis of accounting. End of year balances for capital assets (in total) and long-term liabilities (in total) should be presented at the bottom of this summary schedules for information purposes.

Ascertain that for each period presented, the total of revenues, expenditures, and transfers accounts fully for the changes in equity from the previous fiscal period.

Compare amounts in the schedule relevant to the fiscal year ending June 30, 2010 to the state controller's report filed for the Redevelopment Agency for that period.

Compare amounts in the schedule for the other fiscal periods presented to account balances in the accounting records or other supporting schedules. Describe in the report the type of support provided for each fiscal period.

**Results:**

Refer to Appendices 4A and 4B for a summary of the financial transactions of the Redevelopment Agency and the Successor Agency for the period ending June 30, 2010, June 30, 2011, January 31, 2012 and June 30, 2012.

For all fiscal periods indicated in the schedule - total revenues and expenditures account for the changes in equity from the previous period.

Amounts reported on the schedule for the fiscal year ended June 30, 2010 agree to the amounts reported on the State Controller Report filed for the Redevelopment Agency for the same period, except for amounts not reported on state controller report such as interest payable and long term debt and other amounts that were not recorded in the financial system, such as taxes receivable and advances from the County of Yuba.

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**34179.5(c)(5) A separate accounting for the balance for the Low and Moderate Income Housing Fund for all other funds and accounts combined shall be made as follows:**

A. A statement of the total value of each fund as of June 30, 2012.

Procedure: Obtain from the Successor Agency a listing of all assets of all other funds of the Successor Agency as of June 30, 2012 (excluding the previously reported assets and liabilities of the Low and Moderate Income Housing Fund) for the report that is due December 15, 2012. Agree the assets so listed to recorded balances reflected in the accounting records of the Successor Agency. The listings should be attached as an exhibit to the appropriate AUP report.

**Results:**

Refer to Appendices 4A and 4B columns labeled Successor Agency for a listing of the assets held by the Successor Agency for all other funds and accounts combined (excluding the low and moderate income housing fund).

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**34179.5(c)(5)(B) An itemized statement listing any amounts that are legally restricted as to purpose and cannot be provided to taxing entities. This could include the proceeds of any bonds, grant funds, or funds provided by other governmental entities that place conditions on their use.**

6. **Procedure:** Obtain from the Successor Agency a listing of asset balances held on June 30, 2012 that are restricted for the following purposes:

Unspent bond proceeds:

Obtain the Successor Agency's computation of the restricted balances (e.g., total proceeds less eligible project expenditures, amounts set aside for debt service payments, etc.)

Trace individual components of this computation to related account balances in the accounting records, or to other supporting documentation (specify in the AUP report a description of such documentation).

Obtain from the Successor Agency a copy of the legal document that sets forth the restriction pertaining to these balances. Note in the AUP report the absence of language restricting the use of the balances that were identified by the Successor Agency as restricted.

**Results:**

There were no unspent bond proceeds held by the Agency on June 30, 2012.

Grant proceeds and program income that are restricted by third parties:

Obtain Successor Agency's computation of the restricted balances (e.g., total proceeds less eligible project expenditures).

Trace individual components of this computation to related account balances in the accounting records, or to other supporting documentation (specify in the AUP report a description of such documentation).

Obtain from the Successor Agency a copy of the grant agreement that sets forth the restriction pertaining to these balances. Note in the AUP report the absence of language restricting the use of the balances that were identified by the Successor Agency as restricted.

**Results:**

There are no amounts that are legally restricted by third parties and cannot be provided to taxing entities relating to all the other funds and account balances of the former redevelopment agency (excluding the low and moderate income housing fund).

Other assets considered to be legally restricted:

Obtain Successor Agency's computation of the restricted balances (e.g., total proceeds less eligible project expenditures.)

Trace individual components of this computation to related account balances in the accounting records, or to other supporting documentation (specify in the AUP report a description of such documentation).

Obtain from the Successor Agency a copy of the legal document that sets forth the restriction pertaining to these balances. Note in the AUP report the absence of language restricting the use of the balances that were identified by Successor the Agency as restricted.

**Results:**

There are no other amounts that are legally restricted and cannot be provided to taxing entities relating to all the other funds and account balances of the former redevelopment agency (excluding the low and moderate income housing fund).

**Attach the above mentioned Successor Agency prepared schedule(s) as an exhibit to the AUP report.**

N/A.

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**34179.5(c)(5)(C) An itemized statement of the values of any assets that are not cash or cash equivalents. This may include physical assets, land, records, and equipment. For the purpose of this accounting, physical assets may be valued at purchase cost or at any recently estimated market value. The statement shall list separately housing-related assets.**

**7. Procedure:** Perform the following procedures:

Obtain from the Successor Agency a listing of assets as of June 30, 2012 that are not liquid or otherwise available for distribution (such as capital assets, land held for resale, long-term receivables, etc.) and ascertain if the values are listed at either purchase cost (based on book value reflected in the accounting records of the Successor Agency) or market value as recently estimated by the Successor Agency.

If the assets listed at 7(A) are listed at purchase cost, trace the amounts to a previously audited financial statement (or to the accounting records of the Successor Agency) and note any differences.

For any differences noted in 7(B), inspect evidence of disposal of the asset and ascertain that the proceeds were deposited into the Successor Agency trust fund. If the differences are due to additions (this generally is not expected to occur), inspect the supporting documentation and note the circumstances.

If the assets listed at 7(A) are listed at recently estimated market value, inspect the evidence (if any) supporting the value and note the methodology used. If no evidence is available to support the value and/or methodology, note the lack of evidence.

**Results:**

The Successor Agency did not hold any noncash assets at June 30, 2012.

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**34179.5(c)(5)(D) An itemized listing of any current balances that are legally or contractually dedicated or restricted for the funding of an enforceable obligation that identifies the nature of the dedication or restriction and the specific enforceable obligation. In addition, the successor agency shall provide a listing of all approved enforceable obligations that includes a projection of annual spending requirements to satisfy each obligation and a projection of annual revenues available to fund those requirements. If a review finds that future revenues together with dedicated or restricted balances are insufficient to fund future obligations and thus retention of current balances is required, it shall identify the amount of current balances necessary for retention. The review shall also detail the projected property tax revenues and other general purpose revenues to be received by the successor agency, together with both the amount and timing of the bond debt service payments of the successor agency, for the period in which the oversight board anticipates the successor agency will have insufficient property tax revenue to pay the specified obligations.**

**8. Procedure:** Perform the following procedures:

A. If the Successor Agency believes that asset balances need to be retained to satisfy enforceable obligations, obtain from the Successor Agency an itemized schedule of asset balances (resources) as of June 30, 2012 that are dedicated or restricted for the funding of enforceable obligations and perform the following procedures. The schedule should identify the amount dedicated or restricted, the nature of the dedication or restriction, the specific enforceable obligation to which the dedication or restriction relates, and the language in the legal document that is associated with the enforceable obligation that specifies the dedication of existing asset balances toward payment of that obligation.

Compare all information on the schedule to the legal documents that form the basis for the dedication or restriction of the resource balance in question.

Compare all current balances to the amounts reported in the accounting records of the Successor Agency or to an alternative computation.

Compare the specified enforceable obligations to those that were included in the final Recognized Obligation Payment Schedule approved by the California Department of Finance.

Attach as an exhibit to the report the listing obtained from the Successor Agency. Identify in the report any listed balances for which the Successor Agency was unable to provide appropriate restricting language in the legal document associated with the enforceable obligation.

**Results:**

The Successor Agency has not asserted the need to retain any current balances to pay for enforceable obligations.

B. If the Successor Agency believes that future revenues together with balances dedicated or restricted to an enforceable obligation are insufficient to fund future obligation payments and thus retention of current balances is required, obtain from the Successor Agency a schedule of approved enforceable obligations that includes a projection of the annual spending requirements to satisfy each obligation and a projection of the annual revenues available to fund those requirements and perform the following procedures:

Compare the enforceable obligations to those that were approved by the California Department of Finance. Procedures to accomplish this may include reviewing the letter from the California Department of Finance approving the Recognized Enforceable Obligation Payment Schedules for the six month period from January 1, 2012 through June 30, 2012 and for the six month period July 1, 2012 through December 31, 2012.

Compare the forecasted annual spending requirements to the legal document supporting each enforceable obligation.

Obtain from the Successor Agency its assumptions relating to the forecasted annual spending requirements and disclose in the report major assumptions associated with the projections.

For the forecasted annual revenues:

Obtain from the Successor Agency its assumptions for the forecasted annual revenues and disclose in the report major assumptions associated with the projections.



**Results:**

The Successor Agency has not asserted the need to retain any current balances to pay for enforceable obligations.

C. If the Successor Agency believes that projected property tax revenues and other general purpose revenues to be received by the Successor Agency are insufficient to pay bond debt service payments (considering both the timing and amount of the related cash flows), obtain from the Successor Agency a schedule demonstrating this insufficiency and apply the following procedures to the information reflected in that schedule.

Compare the timing and amounts of bond debt service payments to the related bond debt service schedules in the bond agreement.

Obtain the assumptions for the forecasted property tax revenues and disclose major assumptions associated with the projections.

Obtain the assumptions for the forecasted other general purpose revenues and disclose major assumptions associated with the projections.

**Results:**

The Successor Agency has not asserted the need to retain any current balances to pay bond debt service obligations.

*If procedures A, B, or C were performed, calculate the amount of current unrestricted balances necessary for retention in order to meet the enforceable obligations by performing the following procedures.*

*Combine the amount of identified current dedicated or restricted balances and the amount of forecasted annual revenues to arrive at the amount of total resources available to fund enforceable obligations.*

*Reduce the amount of total resources available by the amount forecasted for the annual spending requirements. A negative result indicates the amount of current unrestricted balances that needs to be retained.*

*Include the calculation in the AUP report.*

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**34179.5(c)(5)(E) An itemized list and analysis of any amounts of current balances that are needed to satisfy obligations that will be placed on the Recognized Obligation Payment Schedules for the current fiscal year.**

9. **Procedure:** If the Successor Agency believes that cash balances as of June 30, 2012 need to be retained to satisfy obligations on the Recognized Obligation Payment Schedule (ROPS) for the period of July 1, 2012 through June 30, 2013, obtain a copy of the final ROPS for the period of July 1, 2012 through December 31, 2012 and a copy of the final ROPS for the period January 1, 2013 through June 30, 2013. For each obligation listed on the ROPS, the Successor Agency should add columns identifying (1) any dollar amounts of existing cash that are needed to satisfy that obligation and (2) the Successor Agency's explanation as to why the

Successor Agency believes that such balances are needed to satisfy the obligation. Include this schedule as an attachment to the AUP report.

**Results:**

Refer to Appendix 9 for a listing of amounts the Successor Agency has asserted need to be retained to satisfy obligations on the ROPS for the period of July 1, 2012 through June 30, 2013.

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**34179.5(c)(6)** The review shall total the net balances available after deducting the total amounts described in subparagraphs (B) to (E), inclusive, of paragraph (5). The review shall add any amounts that were transferred as identified in paragraphs (2) and (3) of subdivision (c) if an enforceable obligation to make that transfer did not exist. The resulting sum shall be available for allocation to affected taxing entities pursuant to Section 34179.6. It shall be a rebuttable presumption that cash and cash equivalent balances available to the successor agency are available and sufficient to disburse the amount determined in this paragraph to taxing entities. If the review finds that there are insufficient cash balances to transfer or that cash or cash equivalents are specifically obligated to the purposes described in subparagraphs (B), (D), and (E) of paragraph (5) in such amounts that there is insufficient cash to provide the full amount determined pursuant to this paragraph, that amount shall be demonstrated in an additional itemized schedule.

**10. Procedure:** Include (or present) a schedule detailing the computation of the Balance Available for Allocation to Affected Taxing Entities. Amounts included in the calculation should agree to the results of the procedures performed in each section above. The schedule should also include a deduction to recognize amounts already paid to the County Auditor-Controller on July 12, 2012 as directed by the California Department of Finance. The amount of this deduction presented should be agreed to evidence of payment. The attached example summary schedule may be considered for this purpose. Separate schedules should be completed for the Low and Moderate Income Housing Fund and for all other funds combined (excluding the Low and Moderate Income Housing Fund).

**Results:**

Refer to Appendix 10 for the schedule detailing the computation of the Balance Available for Allocation to Affected Taxing Entities.

**Appendix 1**  
**Successor Agency to the Redevelopment Agency of the County of Yuba**  
**Schedule of Assets, Liabilities and Net Assets**  
**All Funds and Accounts Excluding Low Moderate Income Housing Fund**  
**February 1, 2012 (unaudited)**

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	Redevelopment Agency All Funds less LMIHF
<b>ASSETS</b>	
Cash and investments	\$ 112,798
<b>Total assets</b>	<b>\$ 112,798</b>
<b>LIABILITIES AND EQUITY</b>	
<b>Liabilities:</b>	
Advances payable to County of Yuba	\$ 89,850
Accrued interest	255,834
Long term liabilities	885,049
<b>Total liabilities</b>	<b>1,230,733</b>
<b>Net assets</b>	
Net assets held in trust	(1,117,935)
<b>Total net assets</b>	<b>(1,117,935)</b>
<b>Total liabilities and net assets</b>	<b>\$ 112,798</b>

Appendix 4A  
 Redevelopment Agency of the County of Yuba  
 Balance Sheet  
 Governmental Funds  
 June 30, 2010

	County Audit Less SCO Report Differences	Financial Transaction Report All Funds	Redevelopment Agency All Fund Types	Less Low-Moderate Income Housing	RDA Excluding LMIHF Total
<b>ASSETS</b>					
Cash and investments	\$ --	\$ 58,352	\$ 58,352	\$ 24,899	\$ 33,453
Interest receivable	--	264	264	110	154
Taxes receivable	4,558	--	4,558	912	3,646
<b>Total assets</b>	<b>\$ 4,558</b>	<b>\$ 58,616</b>	<b>\$ 63,174</b>	<b>\$ 25,921</b>	<b>\$ 37,253</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Advances payable to County of Yuba	\$ 89,850	\$ --	\$ 89,850	\$ --	\$ 89,850
Interest payable	--	--	--	--	--
Long-term liabilities	--	--	--	--	--
<b>Total liabilities</b>	<b>89,850</b>	<b>--</b>	<b>89,850</b>	<b>--</b>	<b>89,850</b>
<b>Fund balances:</b>					
Restricted for various	25,921	--	25,921	25,921	--
Unassigned	(111,213)	58,616	(52,597)	--	(52,597)
Net assets held in trust	--	--	--	--	--
<b>Total fund balances</b>	<b>(85,292)</b>	<b>58,616</b>	<b>(26,676)</b>	<b>25,921</b>	<b>(52,597)</b>
<b>Total liabilities and fund balances</b>	<b>\$ 4,558</b>	<b>\$ 58,616</b>	<b>\$ 63,174</b>	<b>\$ 25,921</b>	<b>\$ 37,253</b>
Reconciliation					
Interest payable	(241,483)	--	(241,483)	--	(241,483)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:					
Due in more than one year	(885,049)	--	(885,049)		(885,049)
<b>Net assets of Governmental Activities</b>	<b>\$ (1,211,824)</b>	<b>\$ 58,616</b>	<b>\$ (1,153,208)</b>	<b>\$ 25,921</b>	<b>\$ (1,179,129)</b>

Appendix 4A  
 Redevelopment Agency of the County of Yuba  
 Balance Sheet  
 Governmental Funds  
 June 30, 2011

	Redevelopment Agency All Fund Types	Less Low-Moderate Income Housing	RDA Excluding LMIHF Total
<b>ASSETS</b>			
Cash and investments	\$ 131,483	\$ 47,184	\$ 84,299
Interest receivable	454	99	355
Taxes receivable	--	--	--
<b>Total assets</b>	<b>\$ 131,937</b>	<b>\$ 47,283</b>	<b>\$ 84,654</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Advances payable to County of Yuba	\$ 89,850	\$ --	\$ 89,850
Interest payable	--	--	--
Long-term liabilities	--	--	--
<b>Total liabilities</b>	<b>89,850</b>	<b>--</b>	<b>89,850</b>
<b>Fund balances:</b>			
Restricted for various	42,087	47,283	(5,196)
Unassigned	--	--	--
Net assets held in trust	--	--	--
<b>Total fund balances</b>	<b>42,087</b>	<b>47,283</b>	<b>(5,196)</b>
<b>Total liabilities and fund balances</b>	<b>\$ 131,937</b>	<b>\$ 47,283</b>	<b>\$ 84,654</b>
<b>Reconciliation</b>			
Interest payable	(252,446)	--	(252,446)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:			
Due in more than one year	(885,049)	--	(885,049)
<b>Net assets of Governmental Activities</b>	<b>\$ (1,095,408)</b>	<b>\$ 47,283</b>	<b>\$ (1,142,691)</b>

Appendix 4A  
 Redevelopment Agency of the County of Yuba  
 Balance Sheet  
 Governmental Funds  
 January 31, 2012 (unaudited)

	RDA Excluding LMIHF Total
<b>ASSETS</b>	
Cash and investments	\$ 112,798
Interest receivable	--
Taxes receivable	--
<b>Total assets</b>	<u>\$ 112,798</u>
<b>LIABILITIES AND FUND BALANCES</b>	
<b>Liabilities:</b>	
Advances payable to County of Yuba	\$ 89,850
Interest payable	--
Long-term liabilities	--
<b>Total liabilities</b>	<u>89,850</u>
<b>Fund balances:</b>	
Restricted for various	22,948
Unassigned	--
Net assets held in trust	--
<b>Total fund balances</b>	<u>22,948</u>
<b>Total liabilities and fund balances</b>	<u>\$ 112,798</u>
Reconciliation	
Interest payable	(255,834)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:	
Due in more than one year	<u>(885,049)</u>
Net assets of Governmental Activities	<u>\$ (1,117,935)</u>

**Appendix 4A**  
**Successor Agency for the Redevelopment Agency of the County of Yuba**  
**Balance Sheet/Statement of Net Assets**  
**Governmental Funds/Private Purpose Trust Fund**  
**June 30, 2012**

	Private Purpose Trust Fund
<b>ASSETS</b>	
Cash and investments	\$ 116,258
Interest receivable	--
Taxes receivable	--
<b>Total assets</b>	<u>\$ 116,258</u>
<b>LIABILITIES AND FUND BALANCES/NET ASSETS</b>	
<b>Liabilities:</b>	
Advances payable to County of Yuba	\$ 89,850
Interest payable	262,308
Long-term liabilities	885,049
<b>Total liabilities</b>	<u>1,237,207</u>
<b>Fund balances:</b>	
Restricted for various	--
Unassigned	--
Net assets held in trust	(1,120,949)
<b>Total fund balances/net assets</b>	<u>(1,120,949)</u>
<b>Total liabilities and fund balances/net assets</b>	<u>\$ 116,258</u>

**Appendix 4B**  
**Redevelopment Agency of the County of Yuba**  
**Revenues, Expenses, and Changes in Fund Balance**  
**Governmental Funds**  
**For the year ended June 30, 2010**

	County Audit Less SCO Report Differences	Financial Transaction Report All Funds	Redevelopment Agency All Fund Types	Less Low-Moderate Income Housing	RDA Excluding LMIHF Total
<b>REVENUES</b>					
Tax increment	\$ 6,703	\$ 26,257	\$ 32,960	\$ 3,620	\$ 29,340
Interest	240	1,032	1,272	408	864
<b>Total revenue</b>	<b>6,943</b>	<b>27,289</b>	<b>34,232</b>	<b>4,028</b>	<b>30,204</b>
<b>EXPENDITURES</b>					
Current:					
Payments to other agencies	2,143	4,957	7,100	--	7,100
Public assistance	241	(241)	--	--	--
Supplemental education revenue augmentation fund payment	--	--	--	--	--
Debt service:					
Interest	--	27,500	27,500	--	27,500
Deductions: administrative	--	--	--	--	--
<b>Total expenditures</b>	<b>2,384</b>	<b>32,216</b>	<b>34,600</b>	<b>--</b>	<b>34,600</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>4,559</b>	<b>(4,927)</b>	<b>(368)</b>	<b>4,028</b>	<b>(4,396)</b>
<b>Other financing sources (uses):</b>					
RDA dissolution	--	--	--	--	--
<b>Extraordinary items:</b>					
Assets of Yuba RDA	--	--	--	--	--
Liabilities of Yuba RDA	--	--	--	--	--
<b>Total other financing sources (uses)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
Net change in fund balances	4,559	(4,927)	(368)	4,028	(4,396)
Fund balances, July 1			(26,308)	21,893	(48,201)
Fund balances, June 30			<b>\$ (26,676)</b>	<b>\$ 25,921</b>	<b>\$ (52,597)</b>
Net change in fund balances			\$ (368)	\$ 4,028	\$ (4,396)
Government wide adjustments					
Interest expense accrued on long term debt			6,688	--	6,688
Change in net assets of governmental activities			<b>\$ 6,320</b>	<b>\$ 4,028</b>	<b>\$ 2,292</b>



**Appendix 4B**  
**Redevelopment Agency of the County of Yuba**  
**Revenues, Expenses, and Changes in Fund Balance**  
**Governmental Funds**  
**For the year ended June 30, 2011**

	Redevelopment Agency All Fund Types	Less Low-Moderate Income Housing	RDA Excluding LMIHF Total
<b>REVENUES</b>			
Tax increment	\$ 75,915	\$ 20,951	\$ 54,964
Interest	1,337	411	926
<b>Total revenue</b>	<b>77,252</b>	<b>21,362</b>	<b>55,890</b>
<b>EXPENDITURES</b>			
Current:			
Payments to other agencies	--	--	--
Public assistance	5,027	--	5,027
Supplemental education revenue augmentation fund payment	1,462	--	1,462
Debt service:			
Interest	2,000	--	2,000
Deductions: administrative			
<b>Total expenditures</b>	<b>8,489</b>	<b>--</b>	<b>8,489</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>68,763</b>	<b>21,362</b>	<b>47,401</b>
<b>Other financing sources (uses):</b>			
RDA dissolution	--	--	--
<b>Extraordinary items:</b>			
Assets of Yuba RDA	--	--	--
Liabilities of Yuba RDA	--	--	--
<b>Total other financing sources (uses)</b>	<b>--</b>	<b>--</b>	<b>--</b>
Net change in fund balances	68,763	21,362	47,401
Fund balances, July 1	(26,676)	25,921	(52,597)
Fund balances, June 30	<b>\$ 42,087</b>	<b>\$ 47,283</b>	<b>\$ (5,196)</b>
Net change in fund balances	\$ 68,763	\$ 21,362	\$ 47,401
Government wide adjustments	--	--	--
Interest expense accrued on long term debt	(10,963)	\$ --	(10,963)
Change in net assets of governmental activities	<b>\$ 57,800</b>	<b>\$ 21,362</b>	<b>\$ 36,438</b>

**Appendix 4B**  
**Redevelopment Agency of the County of Yuba**  
**Revenues, Expenses, and Changes in Fund Balance**  
**Governmental Funds**  
**For the period ended January 31, 2012**

	RDA Excluding LMIHF Total
<b>REVENUES</b>	
Tax increment	\$ 34,572
Interest	838
<b>Total revenue</b>	<u>35,410</u>
<b>EXPENDITURES</b>	
Current:	
Payments to other agencies	--
Public assistance	5,266
Supplemental education revenue augmentation fund payment	--
Debt service:	
Interest	2,000
Deductions: administrative	--
<b>Total expenditures</b>	<u>7,266</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>28,144</u>
<b>Other financing sources (uses):</b>	
RDA dissolution	--
<b>Extraordinary items:</b>	
Assets of Yuba RDA	--
Liabilities of Yuba RDA	--
<b>Total other financing sources (uses)</b>	<u>--</u>
Net change in fund balances	28,144
Fund balances, July 1	(5,196)
Fund balances, June 30	<u>\$ 22,948</u>
Net change in fund balances	28,144
Government wide adjustments	--
Interest expense accrued on long term debt	--
Change in net assets of governmental activities	<u>\$ 28,144</u>

**Appendix 4B**  
**Successor Agency for the Redevelopment Agency of the County of Yuba**  
**Revenues, Expenses, and Changes in Fund Balance**  
**Governmental Funds/Private Purpose Trust Fund**  
**For the year ended June 30, 2012**

	RDA Excluding LMIHF Total	Private Purpose Trust Fund
<b>REVENUES AND ADDITIONS</b>		
Tax increment	\$ 34,572	\$ 3,314
Interest	838	412
<b>Total revenue and additions</b>	<u>35,410</u>	<u>3,726</u>
<b>EXPENDITURES AND DEDUCTIONS</b>		
Current:		
Payments to other agencies	--	--
Public assistance	5,266	--
Supplemental education revenue augmentation fund payment	--	--
Debt service:		
Interest	2,000	6,474
Deductions: administrative		
Total expenditures and deductions	<u>7,266</u>	<u>6,740</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>28,144</u>	<u>(3,014)</u>
<b>Other financing sources (uses):</b>		
RDA dissolution	(22,948)	--
<b>Extraordinary items:</b>		
Assets of Yuba RDA	--	112,798
Liabilities of Yuba RDA	--	(1,230,733)
<b>Total other financing sources (uses)</b>	<u>(22,948)</u>	<u>(1,117,935)</u>
Net change in fund balances	5,196	(1,120,949)
Fund balances/ Net Assets, beginning	(5,196)	--
Fund balances/Net assets, ending	<u>\$ --</u>	<u>\$ (1,120,949)</u>

**Appendix 10**

**Procedure:**

Include (or present) a schedule detailing the computation of the Balance Available for Allocation to Affected Taxing Entities pursuant to section 34179.5 ( c ) ( 6 ) of AB 1484.

**Results:**

See schedule included

**BALANCE AVAILABLE FOR ALLOCATION TO AFFECTED TAXING ENTITIES**

Total amount of assets held by the successor agency as of June 30, 2012	\$	116,258
Less balances needed to satisfy ROPS for the current fiscal year		<u>(116,258)</u>
Amount to be remitted to county for disbursement to taxing entities	\$	<u><u>-</u></u>