

DATE ISSUED: February 17, 2010

ATTENTION: Honorable Chair and Members of the Redevelopment Agency
Docket of February 23, 2010

ORIGINATING DEPT.: Centre City Development Corporation

SUBJECT: Fiscal Year 2009 Audited Financial Statements Pertaining to the
Operations of the Corporation – General

COUNCIL DISTRICTS: District 2 and District 8

REFERENCE: None

STAFF CONTACT: Andrew Phillips, Assistant Vice President/Controller, 619-533-7127

REQUESTED ACTION: That the Redevelopment Agency of the City of San Diego (“Agency”) receives and files the Fiscal Year 2009 (FY09) Audited Financial Statements of the Centre City Development Corporation (“Corporation”).

STAFF RECOMMENDATION: That the Agency receives and files the FY09 Audited Financial Statements of the Corporation.

SUMMARY: Section 2.6 of the Operating Agreement between the Agency and the Corporation requires that, after the close of each fiscal year, the Corporation is to submit to the Agency audited financial statements prepared by an independent certified public accountant covering the operations of the Corporation.

As signatories of this staff report, we confirm to the best of our knowledge and belief that the audited financial statements for the Year Ended June 30, 2009 are fairly presented in conformity with U.S. generally accepted accounting principles, and that all information has been made available to the auditors in connection with the audit. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements. We have no knowledge of any fraud or suspected fraud affecting the entity involving management, employees or others where the fraud could have a material effect on the financial statements. Further no events, including instances of noncompliance, have occurred subsequent to the balance sheet date and through the date of this report that would require adjustment to or disclosure in the financial statements.

Attached is the final copy of the FY09 Audited Financial Statements. The annual financial audit was conducted for the Corporation by Macias Gini & O'Connell, LLP.

FISCAL CONSIDERATIONS: None.

CENTRE CITY DEVELOPMENT CORPORATION RECOMMENDATION: On October 21, 2009, the Audit Committee of the Corporation heard this item and voted unanimously to approve and forward this item to the Budget/Finance & Administration Committee of the Corporation.

On November 6, 2009, the Budget/Finance & Administration Committee of the Corporation voted unanimously (LeSar, Maas, Oncina, Reylea and Shaw) to approve and forward this item to the Corporation's Board of Directors.

On January 27, 2010, the Corporation approved and voted unanimously to forward the Fiscal Year 2009 Audited Financial Statements to the Redevelopment Agency of the City of San Diego.

OTHER RECOMMENDATIONS: On December 7, 2009, and January 11, 2010, the Audit Committee of the City of San Diego heard a presentation of the FY09 Audited Financial Statements and moved that the Agency receives and files the FY09 Audited Financial Statements of the Corporation.

ENVIRONMENTAL IMPACT: This activity is not a "project" under the definition set forth in CEQA Guidelines Section 15378. Therefore, pursuant to CEQA Guidelines Section 15060(c)(3), the activity is not subject to CEQA.

CONCLUSION: Receive and file the Fiscal Year 2009 Audited Financial Statements of the Corporation.

Respectfully submitted,

Concurred by:


Andrew T. Phillips
Assistant Vice President/Controller


Frank J. Alessi
Executive Vice President & Chief Financial Officer

Attachment: A – Fiscal Year 2009 Audited Financial Statements