

**CITY OF WESTMORLAND
SUCCESSOR AGENCY FOR THE FORMER REDEVELOPMENT AGENCY**

**DUE DILIGENCE REVIEW
PURSUANT TO AB1484
LOW AND MODERATE INCOME HOUSING FUND**

**DRAFT FOR
PUBLIC COMMENT**

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**INDEPENDENT ACCOUNTANTS' REPORT ON
APPLYING AGREED-UPON PROCEDURES**

City of Westmorland
355 So. Center Street
Westmorland, 92281

We have performed the minimum required agreed-upon procedures enumerated in Attachment A, which were agreed to by the California State Controller's Office, Department of Finance, and Imperial County Auditor-Controller, 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 is responsible for the accounting records pertaining to statutory compliance pursuant to Health and Safety Code section 34179.5. 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. The results of the procedures performed are also listed under each related testing procedure in Attachment A.

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 Imperial County Auditor-Controller, 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.

September XX, 2012

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Citation:

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.

Suggested Procedure(s):

1. 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 amount of the assets transferred to the Successor Agency as of that date.

Findings / Results: A listing of all assets transferred from the redevelopment agency to the successor agency on February 1, 2012 was obtained. The general ledger and supporting schedule agreed to the asset balance at January 31, 2012. Please refer to the asset listing below:

**The Successor Agency for the City of Westmorland Redevelopment Agency
Low and Moderate Income Housing Fund
Listing of Assets**

		<u>February 1, 2012</u>
Cash		\$ 139,583
	Total Assets	<u>\$ 139,583</u>

Citation:

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 review shall provide documentation of any enforceable obligation that required the transfer.

Suggested Procedure(s):

2. If the State Controller's Office has completed its review of transfers required under both Sections 34167.5 and 34178.8 and issued its report regarding such review, attach a copy of that report as an exhibit to the AUP report. If this has not yet occurred, perform the following procedures:
 - A. Obtain a listing prepared by the Successor Agency of 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 requirements. Provide this listing as an attachment to the AUP report.

Findings / Results: The Successor Agency for the City of Westmorland Redevelopment Agency prepared a narrative stating no transfers of assets and cash and cash equivalents were conducted to any governmental entity or agency from January 1, 2011 through January 31, 2012. A review of the cash general ledger and bank statement activity for the Low and Moderate Income Housing Fund identified no such transfers. No exceptions were noted.

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Procedure 2 (Continued)

- B. Obtain a listing prepared by the Successor Agency of 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 requirements. Provide this listing as an attachment to the AUP report.

Findings / Results: The Successor Agency for the City of Westmorland Redevelopment Agency prepared a narrative stating no transfers of assets and cash and cash equivalents were conducted to any governmental entity or agency from February 1, 2012 through June 30, 2012. A review of the cash general ledger and bank statement activity for the Low and Moderate Income Housing Fund identified no such transfers. No exceptions were noted.

- C. 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.

Findings / Results: Procedure not applicable.

Citation:

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.

Suggested Procedure(s):

3. If the State Controller's Office has completed its review of transfers required under both Sections 34167.5 and 34178.8 and issued its report regarding such review, attach a copy of that report as an exhibit to the AUP report. If this has not yet occurred, perform the following procedures:
- A. Obtain a listing prepared by the Successor Agency of 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 requirements. Provide this listing as an attachment to the AUP report.

Findings / Results: The Successor Agency for the City of Westmorland Redevelopment Agency prepared a narrative stating no transfers of assets and cash and cash equivalents were conducted to any public agency or private party from January 1, 2011 through January 31, 2012. A review of the cash general ledger and bank statement activity for the Low and Moderate Income Housing Fund identified no such transfers. No exceptions were noted.

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Procedure 3 (Continued)

- B. Obtain a listing prepared by the Successor Agency of 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 requirements. Provide this listing as an attachment to the AUP report.

Findings / Results: The Successor Agency for the City of Westmorland Redevelopment Agency prepared a narrative stating no transfers of assets and cash and cash equivalents were conducted to any public agency or private party from February 1, 2012 through June 30, 2012. A review of the cash general ledger and bank statement activity for the Low and Moderate Income Housing Fund identified no such transfers. No exceptions were noted.

- C. 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.

Findings / Results: Procedure not applicable.

Citation:

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.

Suggested Procedure(s):

4. Perform the following procedures:
- A. 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 schedule for information purposes.
 - B. 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.
 - C. Compare amounts in the schedule relevant to the fiscal year ended June 30, 2010 to the state controller's report filed for the Redevelopment Agency for that period.
 - D. 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.

Findings / Results: The procedures required by Section 34179.5(c)(4) pertains to the Successor Agency as a whole, these procedures should be addressed in the non-housing due diligence report that is due on December 15, 2012.

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Citation:

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.

Suggested Procedure(s):

5. Obtain from the Successor Agency a listing of all assets of the Low and Moderate Income Housing Fund as of June 30, 2012 for the report that is due October 1, 2012 and a listing of all assets of all other funds of the Successor Agency as of June 30, 2012 (excluding the previously reported assets of the Low and Moderate Income Housing Fund) for the report that is due December 15, 2012. When this procedure is applied to the Low and Moderate Income Housing Fund, the schedule attached as an exhibit will include only those assets of the Low and Moderate Income Housing Fund that were held by the Successor Agency as of June 30, 2012 and will exclude all assets held by the entity that assumed the housing function previously performed by the former redevelopment agency. 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.

Finding / Results: The Successor Agency for the City of Westmorland Redevelopment Agency provided a listing of all assets as of June 30, 2012 for the Low and Moderate Income Housing Fund. General ledger detail and supporting schedules agreed to asset balances at June 30, 2012. Please refer to Exhibit 1 to identify asset balances as of June 30, 2012.

Citation:

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.

Suggested Procedure(s):

6. Obtain from the Successor Agency a listing of asset balances held on June 30, 2012 that are restricted for the following purposes:
 - A. Unspent bond proceeds:
 - i. 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.)
 - ii. 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).
 - iii. 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.

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Procedure 6 (Continued)

- B. Grant proceeds and program income that are restricted by third parties:
- i. Obtain the Successor Agency's computation of the restricted balances (e.g., total proceeds less eligible project expenditures).
 - ii. 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).
 - iii. 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.
- C. Other assets considered to be legally restricted:
- i. Obtain the Successor Agency's computation of the restricted balances (e.g., total proceeds less eligible project expenditures).
 - ii. 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).
 - iii. 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.
- D. Attach the above mentioned Successor Agency prepared schedule(s) as an exhibit to the AUP report. For each restriction identified on these schedules, indicate in the report the period of time for which the restrictions are in effect. If the restrictions are in effect until the related assets are expended for their intended purpose, this should be indicated in the report.

Findings / Results: The Successor Agency of the City of Westmorland Redevelopment Agency does not have any amounts that are legally restricted in the Low and Moderate Income Housing Fund. There are no legal restricted amounts that pertain to proceeds of any bonds, grant funds, or funds provided by other governmental entities that have placed conditions on their use.

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Citation:

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.

Suggested Procedure(s):

7. Perform the following procedures:

- A. 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.
- B. 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.
- C. 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.
- D. 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.

Findings / Results: The Successor Agency of the City of Westmorland Redevelopment Agency does not have any non-cash assets listed in the Low and Moderate Income Housing Fund.

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Citation:

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.

Suggested Procedure(s):

8. 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.
 - i. 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.
 - ii. Compare all current balances to the amounts reported in the accounting records of the Successor Agency or to an alternative computation.
 - iii. Compare the specified enforceable obligations to those that were included in the final Recognized Obligation Payment Schedule approved by the California Department of Finance.
 - iv. 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.
- 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:
 - i. 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.

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Procedure 8 (Continued)

- ii. Compare the forecasted annual spending requirements to the legal document supporting each enforceable obligation.
 - a. 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.
- iii. For the forecasted annual revenues:
 - a. Obtain from the Successor Agency its assumptions for the forecasted annual revenues and disclose in the report major assumptions associated with the projections.
- 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.
 - i. Compare the timing and amounts of bond debt service payments to the related bond debt service schedules in the bond agreement.
 - ii. Obtain the assumptions for the forecasted property tax revenues and disclose major assumptions associated with the projections.
 - iii. Obtain the assumptions for the forecasted other general purpose revenues and disclose major assumptions associated with the projections.
- D. 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.
 - i. 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.
 - ii. 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.
 - iii. Include the calculation in the AUP report.

Findings / Results: The Successor Agency of the City of Westmorland Redevelopment Agency does not have any amounts that are legally, contractually, or restricted for the funding of an enforceable obligation in the Low and Moderate Income Housing Fund.

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Citation:

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.

Suggested Procedure(s):

9. 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.

Findings / Results: The Successor Agency for the City of Westmorland Redevelopment Agency has one obligation on the Recognized Obligation Payment Schedule (July 1, 2012 through June 30, 2013) that will require a cash balance to be retained in the amount of \$7,500.

ROPS – January 1, 2013 through June 30, 2013 Due Diligence Review Reports	7,500
Total Retained Cash Balance	\$ 7,500

Please refer Exhibit 2 to identify the four obligations on the ROPS for the period July 1, 2012 through June 30, 2013.

Citation:

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.

Suggested Procedure(s):

10. 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).

**Attachment A — Due Diligence Review Procedures
Pursuant to AB 1484, Low and Moderate Income Housing Fund**

Procedure 10 (Continued)

Findings / Results: Based on the following procedures performed all balances on Summary of Balances Available for Allocation to Affected Taxing Entities have been traced and agreed to support. Please refer to Exhibit 3 for the Summary of Balances Available for Allocation to Affected Taxing Entities.

Suggested Procedure(s):

11. Obtain a representation letter from Successor Agency management acknowledging their responsibility for the data provided to the practitioner and the data presented in the report or in any attachments to the report. Included in the representations should be an acknowledgment that management is not aware of any transfers (as defined by Section 34179.5) from either the former redevelopment agency or the Successor Agency to other parties for the period from January 1, 2011 through June 30, 2012 that have not been properly identified in the AUP report and its related exhibits. Management's refusal to sign the representation letter should be noted in the AUP report as required by attestation standards.

Findings / Results: The representation letter will be prepared after the public comment session has been concluded.

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The Successor Agency for the City of Westmorland Redevelopment Agency
Exhibit 1 - Listing of Assets

	Redevelopment Agency 12 Months Ended 6/30/2010	Redevelopment Agency 12 Months Ended 6/30/2011	Redevelopment Agency 7 Months Ended 1/31/2012	Successor Agency 5 Months Ended 6/30/2012
Assets (modified accrual basis)				
Cash	\$ 225,953	\$ 263,303	\$ 139,583	\$ 138,051
Unamortized bond discount	3,443			
Total Assets	\$ 229,396	\$ 263,303	\$ 139,583	\$ 138,051
Liabilities (modified accrual basis)				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Total Liabilities	\$ -	\$ -	\$ -	\$ -
Equity	229,396	263,303	139,583	138,051
Total Liabilities + Equity	\$ 229,396	\$ 263,303	\$ 139,583	\$ 138,051
Total Revenues:	\$ 42,305	\$ 40,705	\$ 5,696	\$ 62
Total Expenditures:	(7,174)	(6,797)	(129,417)	(1,594)
Total Transfers:	(9,206)			
Net change in equity	\$ 25,925	\$ 33,908	\$ (123,721)	\$ (1,532)
Beginning Equity:	\$ 203,471	\$ 229,396	\$ 263,304	\$ 139,583
Ending Equity:	\$ 229,396	\$ 263,304	\$ 139,583	\$ 138,051

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Name of Redevelopment Agency: Westmorland Redevelopment Agency
 Project Area(s): RDA Project All

Exhibit 2 - RECOGNIZED OBLIGATION PAYMENT SCHEDULE
 Per AB 26 - Section 34169 (*)

Project Name / Debt Obligation	Payee	Description	Total Outstanding Debt or Obligation	Funding Source	Total Due During 7/1/12 through 12/31/12	Payments by month							
						Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Total	
1) 2011 Tax Allocation Bonds	The Bank of New York	Debt Service Interest Programs	361,286.67	RPTTF	17,868.75	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$ -
2) 2011 Tax Allocation Bonds	The Bank of New York	Debt Service Interest Programs	580,000.00	RPTTF	42,868.75	0.00	42,868.75	0.00	0.00	0.00	0.00	0.00	\$ 42,868.75
3) 2011 Tax Allocation Bonds	The Bank of New York	Annual Trustee Fees	23,400.00	RPTTF	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$ -
4) 2011 Note to Pay Down Bond	City of Westmorland	Loan from City to pay down 2006 Bond Notes	31,852.48	RPTTF	29,860.65	0.00	0.00	0.00	0.00	0.00	0.00	0.00	\$ -
Totals - This Page			\$ 996,539.15		\$ 91,598.15	\$ -	\$ 42,868.75	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42,868.75
Totals - Other Funding			\$ 199,513.63		\$ 13,777.96	\$ 850.38	\$ 850.38	\$ 850.38	\$ 850.38	\$ 850.38	\$ 850.38	\$ 850.38	\$ 5,102.28
Totals - Administrative Cost Allowance			\$ 23,000.00		\$ 23,000.00	\$ 80.00	\$ 80.00	\$ 80.00	\$ 80.00	\$ 80.00	\$ 80.00	\$ 80.00	\$ 11,380.00
Grand total - All Pages			\$ 1,219,052.78		\$ 128,376.11	\$ 930.38	\$ 43,799.13	\$ 930.38	\$ 1,330.38	\$ 930.38	\$ 11,430.38	\$ 59,351.03	

Project Name / Debt Obligation	Payee	Description	Total Outstanding Debt or Obligation	Project Area	Total Due During 1/1/13 through 6/30/13	Funding Source			
						Admin Allowance	RPTTF	Other	Six-Month Total
1) Shortage Due to Unavailable Funds in RPTTF	County of Imperial			All		0.00	35,855.12	0.00	\$ 35,855.12
2) 2011 Tax Allocation Bonds	The Bank of New York	Debt Service Interest Programs	306,812.50	All	17,212.50	0.00	17,213.00	0.00	\$ 17,213.00
3) 2011 Tax Allocation Bonds	The Bank of New York	Debt Service Interest Programs	530,000.00	All	42,212.50	0.00	0.00	0.00	\$ -
4) 2011 Tax Allocation Bonds	The Bank of New York	Annual Trustee Fees	23,400.00	All	1,000.00	0.00	1,000.00	0.00	\$ 1,000.00
5) 2011 Note to Pay Down Bond	City of Westmorland	Loan from City to pay down 2006 Bond Notes	91,852.48	All	30,000.00	30,000.00	0.00	0.00	\$ 30,000.00
6) Annual Financial Audit	Christy White & Associates	Auditor Expenses	10,000.00	All	10,000.00	4,000.00	0.00	0.00	\$ 4,000.00
7) Successor Agency Admin Fee	Mitch Driskill	Agency Attorney	25,000.00	All	25,000.00	12,500.00	0.00	0.00	\$ 12,500.00
8) Successor Agency Admin Fee	Childers & Associates	Oversight Board Agency Attorney	25,000.00	All	25,000.00	12,500.00	0.00	0.00	\$ 12,500.00
9) Successor Agency Admin Fee	Union Bank of CA	Monthly Analysis Fees	1,000.00	All	1,000.00	800.00	0.00	0.00	\$ 800.00
10) Successor Agency Admin Fee	City of Westmorland	Personnel Cost	15,000.00	All	15,000.00	7,500.00	0.00	0.00	\$ 7,500.00
11) Successor Agency Admin Fee	City of Westmorland	Telephone & other office expenses	5,000.00	All	5,000.00	2,500.00	0.00	0.00	\$ 2,500.00
12) Due Diligence Review	Hutchinson & Bloodgood	AB 1484 Requirements	15,000.00	All	15,000.00	7,500.00	0.00	0.00	\$ 7,500.00
Totals - This Page			\$ 1,047,864.98		\$ 186,425.00	\$ 77,300.00	\$ 54,068.12	\$ -	\$ 131,368.12
Totals - Other Obligations			\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
Grand total - All Pages			\$ 1,047,864.98		\$ 186,425.00	\$ 77,300.00	\$ 54,068.12	\$ -	\$ 131,368.12

**The Successor Agency for the City of Westmorland Redevelopment Agency
Exhibit 3 - Summary of Balances Available for Allocation to Affected Taxing Entities**

Total amount of assets held by the successor agency as of June 30, 2012 (procedure 5)	\$	138,051
Add the amount of any assets transferred to the city or other parties for which an enforceable obligation with a third party requiring such transfer and obligating the use of the transferred assets did not exist (procedures 2 and 3)		-
Less assets legally restricted for uses specified by debt covenants, grant restrictions, or restrictions imposed by other governments (procedure 6)		-
Less assets that are not cash or cash equivalents (e.g., physical assets) - (procedure 7)		-
Less balances that are legally restricted for the funding of an enforceable obligation (net of projected annual revenues available to fund those obligations) - (procedure 8)		-
Less balances needed to satisfy ROPS for the 2012-13 fiscal year (procedure 9)		(7,500)
Less the amount of payments made on July 12, 2012 to the County Auditor-Controller as directed by the California Department of Finance		-
		-
Amount to be remitted to county for disbursement to taxing entities	\$	130,551

Note that separate computations are required for the Low and Moderate Income Housing Fund held by the Successor Agency and for all other funds held by the Successor Agency.

NOTES: For each line shown above, an exhibit should be attached showing the composition of the summarized amount.

If the review finds that there are insufficient funds available to provide the full amount due, the cause of the insufficiency should be demonstrated in a separate schedule.