

RESOLUTION NO. 87-2009

Adopted August 4, 2009

AUTHORIZING THE EXECUTION OF A LETTER AGREEMENT WITH THE OFFICE OF THE CONTROLLER, ACCOUNTING OPERATIONS AND SYSTEMS DIVISION TO PERFORM ANNUAL AUDITS OF THE SAN FRANCISCO REDEVELOPMENT AGENCY'S FINANCIAL STATEMENTS FOR FISCAL YEARS ENDING JUNE 30, 2009 AND JUNE 30, 2010 FOR AN AMOUNT NOT TO EXCEED \$192,400

BASIS FOR RESOLUTION

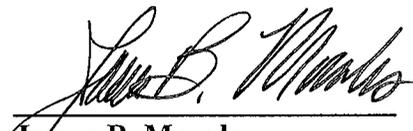
1. On January 8, 2009, the Office of the Controller of the City and County of San Francisco issued a Request for Proposals for the performance of independent auditing and accounting services for the City's operations and various departments of which the San Francisco Redevelopment Agency ("Agency") was included as it had been in the past.
2. After a selection process consisting of proposal evaluations, interviews, and negotiations in consultation with City department representatives including a representative from the Agency, Macias, Gini & O'Connell LLP (herein "MGO") was selected.
3. City and Agency staff selected MGO primarily because of its substantive experience of over 20 years of working with large, complex governmental entities such as the City and County of San Francisco. In particular, MGO and its staff have substantial redevelopment agency experience and also serve as the Controller for the Contra Costa Redevelopment Agency. MGO is nationally recognized as experts in serving governments.
4. The selection of MGO also allowed the City to negotiate better pricing by coupling the work of both the City and the Agency. As a result, the Agency will contract with the Controller's Office, Accounting Operations and Systems Division, rather than directly with MGO.
5. The Agency will obtain annual financial statement audit services, as described in the letter agreement ("Letter Agreement") between MGO and the Controller's Office. The compensation for the audit is \$96,200 per year for a total of \$192,400, for fiscal years ending June 30, 2009 and June 30, 2010. In addition to the two-year period, there is also an option to extend the services with MGO for another five years.
6. Agency authorization of the Letter Agreement with the Controller's Office is an Agency administrative activity that is not a project as defined by the California

Environmental Quality Act ("CEQA") Guidelines Section 15378(b)(5). The Letter Agreement and the work of MGO will not cause any physical changes to any redevelopment project or survey area, will not independently result in a physical change in the environment, and is not subject to environmental review under CEQA.

RESOLUTION

ACCORDINGLY, IT IS RESOLVED by the Redevelopment Agency of the City and County of San Francisco that the Executive Director is authorized to enter into a Letter Agreement with the Office of the Controller, Accounting Operations and System Division to perform annual audits for fiscal years ending June 30, 2009, and June 30, 2010, for an amount not to exceed \$192,400, substantially in the form lodged with the Agency General Counsel.

APPROVED AS TO FORM:



James B. Morales
Agency General Counsel