

County of Santa Clara

Finance Agency

County Government Center
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(408) 299-5205 FAX (408) 287-7629



February 22, 2013

Hon. John Chiang, State Controller
P.O. Box 942850
Sacramento, CA 94250

Ms. Ana Matosantos, Director
Department of Finance
915 L Street
Sacramento, CA 95814

Oversight Board for the Santa Clara Successor Agency
1500 Warburton Ave.
Santa Clara, CA 95050

City of Santa Clara Successor Agency
1500 Warburton Ave.
Santa Clara, CA 95050

Re: Santa Clara Successor Agency Due Diligence Review for All Funds (Except Housing) Pursuant to Health and Safety Code Section 34179.5

Dear State Controller, Department of Finance, Oversight Board, and Successor Agency:

We present this Due Diligence Report (DDR) for the Santa Clara Successor Agency ("Agency") in accordance with Health and Safety Code section 34179.5. The agreed upon procedures were completed by Macias Gini & O'Connell, retained under contract by the Santa Clara County Finance Agency. Management of the Agency is responsible for the accounting records.

The information presented in this report meets the requirements of Health and Safety Code section 34179.5 for the non-housing funds of the Agency. Macias Gini & O'Connell informed us that, after requests, the Agency has refused to provide comments on the draft report, sign the management representation letter, and provide certain requested information. Based on our review, we believe that the information not provided would not materially affect the outcome of this review, and we believe that the work performed by Macias Gini & O'Connell is sufficient for this report to be issued.

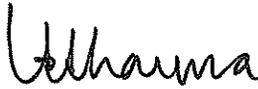
As noted in the Attachments, there were a large number of unallowable asset transfers which are accounted for in this DDR. In addition, as discussed in relation to the Housing DDR,

Board of Supervisors: Mike Wasserman, George Shirakawa, Dave Cortese, Ken Yeager, S. Joseph Simitian
County Executive: Jeffrey V. Smith

Attachment B provides a reconciliation showing how the \$5.9 million "loan" from the Santa Clara Housing Authority is accounted for in this report.

The amount to be remitted to the Auditor-Controller for distribution to taxing entities pursuant to Health and Safety Code section 34179.6 is shown in Attachment B as **\$30,306,274** as of June 30, 2012, plus lease revenues received on transferred assets from June 30, 2012, through the date of remittance, and interest earned on the entire amount from the date of transfers through the date of remittance.

Respectfully submitted,



Vinod K. Sharma, C.P.A.
Director of Finance
County of Santa Clara

Attachments:

Attachments A through J – Agreed-Upon Procedures and Findings

**City of Santa Clara, Successor Agency to the
Redevelopment Agency of the City of Santa Clara**

**Attachment A – Agreed-Upon Procedures and Findings
Successor Agency, All Other Funds Excluding Low and Moderate Income Housing Funds**

The agreed-upon procedures, as it relates to all funds of the former Agency, excluding Low and Moderate Income Housing Funds, and findings are as follows:

1. Obtain from the Successor Agency a listing of all assets that were transferred from the former redevelopment agency to the Successor Agency on or about 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.

Finding: We obtained from the Successor Agency a listing of all assets that were transferred from the former redevelopment agency to the Successor Agency on or about February 1, 2012 and agreed the amounts which totaled \$17,716,395 as of February 1, 2012 to the account balances established in the accounting records of the Successor Agency and corresponding audited financial statements. The transferred amount included cash and investments of \$5,277,184 and restricted cash and investments held by fiscal agent of \$12,439,211.

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.

Finding: The State Controller's Office has not completed its review of transfers required under both Sections 34167.5 and 34178.8 nor issued its report regarding such review.

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.

Finding: We obtained a listing prepared by the Successor Agency of transfers from the former redevelopment agency to the City of Santa Clara (City) for the period from January 1, 2011 through January 31, 2012 and reviewed the City's audited financial statements and noted that the former Agency transferred assets in the amount of \$234,602,185. See Attachment C and Attachment D for the summary and details of the listing of the assets transferred with descriptions of the purpose and in what sense the transfer was required by one of the former Agency's enforceable obligations or other legal requirements.

- 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.

Finding: We obtained a listing prepared by the Successor Agency of transfers from the Successor Agency to the City and noted that the Successor Agency did not list any transfers for the period from February 1, 2012 through June 30, 2012.

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**Attachment A – Agreed-Upon Procedures and Findings
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- 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.

Finding: As described in Attachment C, at June 30, 2012, assets in the amount of \$229,597,579 was not required by enforceable obligations or other legal requirements, and therefore, should be remitted to the Successor Agency.

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.

Finding: The State Controller's Office has not completed its review of transfers required under both Sections 34167.5 and 34178.8 nor issued its report regarding such review.

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.

Finding: We obtained a listing prepared by the Successor Agency of transfers from the former redevelopment agency to any other public agency or to private parties and noted that the former redevelopment agency did not list any transfers during the period from January 1, 2011 through January 31, 2012.

- 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.

Finding: We obtained a listing prepared by the Successor Agency of transfers from the Successor Agency to any other public agency or to private parties and noted that the Successor Agency did not list any transfers during the period from February 1, 2012 through June 30, 2012.

- 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.

Finding: The procedure is not applicable. The former redevelopment agency or Successor Agency did not list any transfers of any assets to any other public agency or private party during the period from January 1, 2011 through June 30, 2012.

**City of Santa Clara, Successor Agency to the
Redevelopment Agency of the City of Santa Clara**

**Attachment A – Agreed-Upon Procedures and Findings
Successor Agency, Excluding Low and Moderate Income Housing Funds**

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.

Finding: Please refer to Attachment F for a summary of the financial transactions of the former Agency and the Successor Agency for the periods ended on June 30, 2010, June 30, 2011, January 31, 2012 and June 30, 2012. The summary of financial transactions was presented using the accrual basis of accounting in-lieu of the modified accrual basis of accounting. We agreed the financial transactions of the former Agency's governmental funds for the period ended June 30, 2010 to the corresponding audited financial statements. We agreed the financial transactions of the former Agency for the period ended June 30, 2011, to the corresponding audited financial statements. We agreed the financial transactions of the former Agency for the period ended January 31, 2012 and the Successor Agency for the period ended June 30, 2012 to the respective financial audits. The Successor Agency did not provide the State Controller's Report filed for the Redevelopment Agency for the fiscal year ended June 30, 2010 and thus we were not able to perform procedure 4C.

5. Obtain from the Successor Agency a listing of all assets of the Successor Agency as of June 30, 2012, excluding assets of its Low and Moderate Income Housing Fund. 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: We obtained from the Successor Agency a listing of all assets, excluding the Low and Moderate Income Housing Fund, as of June 30, 2012, and agreed the assets listed to the recorded balances reflected in the accounting records of the Successor Agency. The Successor Agency reported assets of \$28,733,141 at June 30, 2012 as itemized in Attachment G.

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.

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**Attachment A – Agreed-Upon Procedures and Findings
Successor Agency, Excluding Low and Moderate Income Housing Funds**

- 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.

Finding: We obtained from the Successor Agency its computation of the restricted balances for unspent bond proceeds and other assets considered to be legally restricted as of June 30, 2012; traced the individual components of this computation to related account balances in the accounting records, or to other supporting documents as specified in Attachment H and obtained a copy of the legal document that sets forth the restriction pertaining to these balances. Please refer to Attachment H for the listing of the Successor Agency's restricted assets, excluding the Low and Moderate Income Housing Fund assets, held by the Successor Agency at June 30, 2012, and a description of the period of time for which the restrictions are in effect.

We also noted that the Successor Agency did not list restricted balances from grant proceeds and program income as of June 30, 2012.

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

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**Attachment A – Agreed-Upon Procedures and Findings
Successor Agency, Excluding Low and Moderate Income Housing Funds**

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.

Finding: We obtained from the Successor Agency a listing of assets as of June 30, 2012 that are not liquid or otherwise available for distribution as of June 30, 2012, and ascertained if the values are listed at either purchase cost or market value. For assets listed at purchase cost, we traced the amounts to a previously audited financial statement and did not note any differences. The Successor Agency did not list any assets at market value and thus procedure 7D is not applicable. No exceptions were noted as a result of applying these procedures. Please refer to Attachment I for the listing of the Successor Agency's assets other than cash and cash equivalents, excluding Low and Moderate Income Housing Fund assets at June 30, 2012.

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

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**Attachment A – Agreed-Upon Procedures and Findings
Successor Agency, Excluding Low and Moderate Income Housing Funds**

- 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.

Finding: We noted the Successor Agency did not have asset balances as of June 30, 2012 that need to be retained to satisfy enforceable obligations that are not otherwise already listed on the Recognized Obligation Payment Schedules in procedure 9.

- 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.

Finding: We noted the Successor Agency believes that cash balances in the amount of \$3,077,253 as of June 30, 2012 needs to be retained to satisfy obligations on the ROPS for the period of July 1, 2012 through June 30, 2013. See Attachment J for the final ROPS for the period of July 1, 2012 through December 31, 2012. Please refer to Attachment J for the results of this procedure.

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**Attachment A – Agreed-Upon Procedures and Findings
Successor Agency, Excluding Low and Moderate Income Housing Funds**

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).

Finding: See Attachment B for the results of this procedure.

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.

Finding: The Successor Agency's management refused to sign the representation letter.

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment B - Excluding Low and Moderate Income Housing Funds
Assets Transferred to the Successor Agency That Are Available to Distribute to Affected Taxing Entities

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)	\$	28,733,141
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)		229,597,579
Less assets legally restricted for uses specified by debt covenants, grant restrictions, or restrictions imposed by other governments (procedure 6)		(94,695,921)
Less assets that are not cash or cash equivalents (e.g., physical assets) - (procedure 7)		(129,872,732)
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)		(3,077,253)
Less the amount of payments made on July 12, 2012 to the County Auditor-Controller as directed by the California Department of Finance		(378,540)
Amount to be remitted to county for disbursement to taxing entities	<u>\$</u>	<u>30,306,274</u>

Reconciliation to cash flow loan balance from the Housing Authority of the City of Santa Clara

Total cash balances that are needed to satisfy the obligation (procedure 9)	\$	3,077,253
Total payments made on July 12, 2012 to the County Auditor-Controller as directed by the California Department of Finance		378,540
Cash flow loan from the Housing Authority of the City of Santa Clara to the Successor Agency for cash shortage for ROPS I payment (procedures 2 and 3)		2,515,578
Subtotal		5,971,371
Excess over cash flow loan approved by the Oversight Board to pay enforceable obligations		(71,371)
Total cash flow loan approved by the Oversight Board from the Housing Authority of the City of Santa Clara to pay enforceable obligations	<u>\$</u>	<u>5,900,000</u>

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment C - Excluding Low and Moderate Income Housing Funds
Summary of Assets Transferred to the City of Santa Clara for the Period January 1, 2011 Through January 31, 2012

Item #	Cash - Non Bond Proceeds	
1	Cash transferred to the City's Project Area CIP Fund (item #1, 16-21 of Attachment D)	\$ 11,769,179
2	Cash transferred to the Santa Clara Stadium Authority Enterprise Fund (item #22 of Attachment D)	5,600,000
3	Cash for lease revenues from land transferred to the City of Santa Clara (item #24-29 of Attachment D)	14,680,466
	Total cash - non bond proceeds	\$ 32,049,645
Bond Proceeds / Cash with Fiscal Agents		
4	Bond proceeds / Cash with fiscal agents transferred to the City's Project Area CIP Fund (item #2 and 15 of Attachment D)	\$ 86,275,759
5	Cash and cash transferred to the Santa Clara Stadium Authority Enterprise Fund (item #23 of Attachment D)	2,697,231
	Total bond proceeds / cash with fiscal agent	\$ 88,972,990
Non-Cash Assets		
6	Land transferred to the City's Project Area CIP Fund (item #3 - 8 of Attachment D)	\$ 106,545,890
7	CIP/Land transferred to the City's Project Area CIP Fund (item #9 - 14 of Attachment D)	7,033,660
	Total non-cash assets	\$ 113,579,550
	Total asset transferred	\$ 234,602,185
Less: Allowable Expenditures and Others		
8	Allowable cash expenditures incurred before June 28, 2011 (see details at Attachment E)	\$ (2,489,028)
9	Allowable cash flow loan from the Housing Authority of the City of Santa Clara to the Successor Agency for cash flow shortage for ROPS I payment	(2,515,578)
	Total allowance expenditures	\$ (5,004,606)
	Total assets transferred to the City for which an enforceable with a third party requiring such transfer and obligating the use of the transferred assets did not exist (procedures 2 and 3)	\$ 229,597,579

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment D - Excluding Low and Moderate Income Housing Funds
Asset Transfers to the City of Santa Clara for the Period January 1, 2011 Through January 31, 2012

Asset Description	Name of the recipient	Date of Transfer	Book value of asset at date of transfer	Describe the purpose of the transfer and specify the enforceable obligation or other legal requirement requiring such transfer and the date of such requirement.	Finding	
Transfer to the City's Project Area CIP Fund						
1	Cash - from former Agency's capital project fund	City's Project Area CIP Fund	3/8/2011	\$ 4,773,315	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 7 of the former Agency's 2011 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.
2	Cash with fiscal agent - unspent bond proceeds for bonds issued in 1999 and 2003	City's Project Area CIP Fund	3/8/2011	61,275,759	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 7 of the former Agency's 2011 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.
3	Land - Great America Theme Park Parking / North South Parcels	City's Project Area CIP Fund	3/8/2011	3,185,000	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
4	Land - Great America Theme Park / Theme Park Land	City's Project Area CIP Fund	3/8/2011	73,532,992	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
5	Land - Hilton Hotel / 4949 Great America	City's Project Area CIP Fund	3/8/2011	8,860,000	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
6	Land - Martinson Child Care Center / Martinson Day Care	City's Project Area CIP Fund	3/8/2011	1,444,589	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
7	Land - Gateway Parcel 2	City's Project Area CIP Fund	3/8/2011	14,793,309	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
8	Land - Convention Center Property	City's Project Area CIP Fund	3/8/2011	4,730,000	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
9	Construction in Progress - Convention Center Parking Structure	City's Project Area CIP Fund	3/8/2011	1,851,291	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
10	Construction in Progress - Convention Center Ballroom Expansion	City's Project Area CIP Fund	3/8/2011	581,645	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
11	Construction in Progress - Northside Branch Library	City's Project Area CIP Fund	3/8/2011	463,375	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
12	Construction in Progress - Walsh Avenue Sanitary Sewer Improvements	City's Project Area CIP Fund	3/8/2011	3,711,301	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
13	Construction in Progress - Fuel Site and Creek Trail	City's Project Area CIP Fund	3/8/2011	54,984	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.

**City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment D - Excluding Low and Moderate Income Housing Funds
Asset Transfers to the City of Santa Clara for the Period January 1, 2011 Through January 31, 2012**

	Asset Description	Name of the recipient	Date of Transfer	Book value of asset at date of transfer	Describe the purpose of the transfer and specify the enforceable obligation or other legal requirement requiring such transfer and the date of such requirement.	Finding
14	Construction in Progress - Downtown Revitalization	City's Project Area CIP Fund	3/8/2011	371,064	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 22 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
15	Cash with fiscal agent - unspent bond proceeds for bonds issued in May 2011	City's Project Area CIP Fund	5/19/2011	25,000,000	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 7 of the former Agency's 2011 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.
16	Cash - from former Agency's debt service fund	City's Project Area CIP Fund	6/30/2011	106,419	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 7 of the former Agency's 2011 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.
17	Cash - from former Agency's capital project fund	City's Project Area CIP Fund	3/8/2011	99,710	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 7 of the former Agency's 2011 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.
18	Cash - from former Agency's capital project fund	City's Project Area CIP Fund	3/8/2011	3,636,177	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 7 of the former Agency's 2011 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.
19	Cash - from former Agency's debt service fund	City's Project Area CIP Fund	7/2/2011	770,000	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 9 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.
20	Cash - from former Agency's debt service fund	City's Project Area CIP Fund	12/31/2011	2,067,758	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 9 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.
21	Cash - from former Agency's debt service fund	City's Project Area CIP Fund	1/31/2012	315,800	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 9 of the City's 2012 audited financial statement. Amount not legally permitted under ABx126 or AB1484 should be returned to the Successor Agency.

Transfer to the City's Santa Clara Stadium Authority Enterprise Fund

22	Cash - from former Agency's capital project fund	City's Santa Clara Stadium Authority Enterprise Fund	3/8/2011	5,600,000	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 7 of the former Agency's 2011 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.
23	Cash with fiscal agent - unspent bond proceeds for bonds issued in May 2011	City's Santa Clara Stadium Authority Enterprise Fund	5/19/2011	2,697,231	Transfers to City per cooperation agreement between the City and the former Agency.	Agreed transfer amount to Note 7 of the former Agency's 2011 audited financial statement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency.

**City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment D - Excluding Low and Moderate Income Housing Funds
Asset Transfers to the City of Santa Clara for the Period January 1, 2011 Through January 31, 2012**

Asset Description	Name of the recipient	Date of Transfer	Book value of asset at date of transfer	Describe the purpose of the transfer and specify the enforceable obligation or other legal requirement requiring such transfer and the date of such requirement.	Finding
Transfer to the City of Santa Clara - Lease revenues from land transferred					
24 Lease revenue - from Great America Theme Park / Theme Park Land (Item 4 above)	City of Santa Clara	From 3/8/2011 to 6/30/2012	7,066,667	Transfers to City per cooperation agreement between the City and the former Agency.	Amount represents lease revenue from 3/8/2011 to 6/30/2012 based on excel schedule provided by the City. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency according to the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara performed by the County dated December 17, 2012.
25 Lease revenue - from Gateway Parcels (Item 7 above)	City of Santa Clara	From 3/8/2011 to 6/30/2012	5,375,308	Transfers to City per cooperation agreement between the City and the former Agency.	Amount represents lease revenue from 3/8/2011 to 6/30/2012 based on excel schedule provided by the City. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency according to the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara performed by the County dated December 17, 2012.
26 Lease revenue - from Convention Center Property, Techmart (Item 8 above)	City of Santa Clara	From 2/1/2012 to 6/30/2012	458,333	Transfers to City per cooperation agreement between the City and the former Agency.	The City was entitled to the lease revenues until the cooperation agreements terminated on February 1, 2012. Amount reported represents lease revenue from 2/1/2012 to 6/30/2012. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency according to the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara performed by the County dated December 17, 2012.
27 Lease revenue - from Convention Center Property, Hyatt Hotel Ground Lease (Item 8 above)	City of Santa Clara	From 2/1/2012 to 6/30/2012	713,075	Transfers to City per cooperation agreement between the City and the former Agency.	The City was entitled to the lease revenues until the cooperation agreements terminated on February 1, 2012. Amount reported represents lease revenue from 2/1/2012 to 6/30/2012 based on excel schedule provided by the City. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency according to the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara performed by the County dated December 17, 2012.
28 Lease revenue - from Hilton Hotel / 4949 Great America (Item 5 above)	City of Santa Clara	From 3/8/2011 to 6/30/2012	500,000	Transfers to City per cooperation agreement between the City and the former Agency.	Amount represents lease revenue from 3/8/2011 to 6/30/2012 estimated based on terms of the lease agreement. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency according to the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara performed by the County.

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment D - Excluding Low and Moderate Income Housing Funds
Asset Transfers to the City of Santa Clara for the Period January 1, 2011 Through January 31, 2012

Asset Description	Name of the recipient	Date of Transfer	Book value of asset at date of transfer	Describe the purpose of the transfer and specify the enforceable obligation or other legal requirement requiring such transfer and the date of such requirement.	Finding
Transfer to the City of Santa Clara - Leasehold Interests and Sublease Revenues					
29	Leasehold interests - Sports & Open Space Auth.; Transferred Lease Revenues	City of Santa Clara	Lease Revenues from 2/1/2012 to 6/30/2012 567,083	Transfers to City per cooperation agreement between the City and the former Agency.	Amount represents lease revenues on subleases related to three leasehold interests transferred to City; sublease revenues estimated based on FY2010-2011 actuals. Amount not legally permitted under ABx126 or AB1484 and should be returned to the Successor Agency according to the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara performed by the County dated December 17, 2012.
	Total assets transferred to the City		234,602,185		
	Less allowable cash expenditures (see details at Attachment E)		(2,489,028)		
	Less cash flow loan from the Housing Authority of the City of Santa Clara to the Successor Agency for cash flow shortage for ROPS I payment		(2,515,578) <i>Note A</i>		
	Total assets to be returned to Successor Agency		<u>\$ 229,597,579</u>		

Note A - On May 28, 2012, the Oversight Board approved a loan from the Housing Authority to the Successor Agency for up to \$5.9 million to pay the enforceable obligations of the Successor Agency. This item was denied by the State Department of Finance. As of June 30, 2012, \$2,515,578 was disbursed to the Successor Agency. As of the December 31, 2012, the full \$5,900,000 approved loan amount was disbursed to the Successor Agency to pay for enforceable obligations per City's assertion.

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara

Attachment E - Excluding Low and Moderate Income Housing Funds
Description of Disbursements and Enforceable Obligations for the Period of March 8, 2011 through June 30, 2012

#	Description of the Enforceable Obligation	Encumbered balance per Cooperation Agreement dated 3/8/2011	Encumbered balance at 6/30/2012 per City's accounting records	Cash disbursed on enforceable obligations through June 27, 2011 per accounting records	Findings	Obligations listed on the ROPS/ EOPS by contracts and/or obligations?
1	939-9060 - North Bayshore Area Branch Library	19,800,000	416,207	\$ 67,185	Pursuant to 4 agreements provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012: 1) Library Development And Funding Agreement between the City and the Santa Clara City Library Foundation and Friends (Foundation) dated 1/31/2012 with a budget amount of \$18,013,801; 2) A professional service agreement between the City and a third party of \$1,479,425 dated December 15, 2009; 3) A professional service agreement between the City and a third party of \$19,840 dated February 29, 2012; and 4) 3) A professional service agreement between the City and a third party of \$29,040 dated July 7, 2011. Only the 2nd contract of \$1,479,425 was dated before June 28, 2011. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
2	939-9038 - Convention Center Parking Garage	183,621	183,621	-	Pursuant to professional service agreement provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012: Agreement between the City and a third party of \$343,323 dated May 21, 2009. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
3	939-9043 - Tasman Parking Structure	40,690,411	21,351,957	265,724	Pursuant to 7 agreements provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012 and are summarized as follows: 1) An agreement between the former Agency and a third party dated March 22, 2011 for \$16,000; 2) 2 agreements between the City and third parties dated before January 1, 2011 for \$3,295,000; 3) 4 agreements between the City and third parties dated after January 1, 2011 totaled to \$24,557,507. Only the first 3 agreements are considered enforceable obligations. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
4	939-9049 - Youth Soccer Park	486,901	486,901	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
5	939-9052 - Golf Course Perimeter Drainage	312,683	312,683	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara

Attachment E - Excluding Low and Moderate Income Housing Funds
Description of Disbursements and Enforceable Obligations for the Period of March 8, 2011 through June 30, 2012

#	Description of the Enforceable Obligation	Encumbered balance per Cooperation Agreement dated 3/8/2011	Encumbered balance at 6/30/2012 per City's accounting records	Cash disbursed on enforceable obligations through June 27, 2011 per accounting records	Findings	Obligations listed on the ROPS/ EOPS by contracts and/or obligations?
6	939-9054 - San Tomas Aquino Creek & Spur Trail	794,008	572,400	16,248	Pursuant to 7 agreements provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012 and are summarized as follows: 1) 6 agreements between the City and third parties dated before January 1, 2011 for \$4,991,064; 2) 1 agreement between the former Agency and a third party of \$207,100 with latest amendment dated during 2008. All of these agreements are considered enforceable obligations. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
7	939-9057 - Ulistac Natural Area Wetland Mitigation	318,448	309,797	2,981	Pursuant to 4 agreements provided by the City provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012 and are summarized as follows: 1) 3 agreements between the City and third parties dated before January 1, 2011 for \$146,278; 2) 1 agreement between the former Agency and a third party of \$45,560 dated June 23, 2009. All of these agreements are considered enforceable obligations. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
8	939-9058 - Yerba Buena Site Development	220,532	211,425	216	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
9	939-9059 - Convention Center Ballroom Expansion / 939-9068 - Convention Center Fire Alarm Upgrade	3,027,302	1,769,189	11,376	Pursuant to 6 agreements provided by the City provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012 and are summarized as follows: 1) 3 agreements between the City and third parties dated before January 1, 2011 for \$18,764,000; 2) 3 agreements between the former Agency and third parties of \$182,600 dated before January 1, 2011. All of these agreements are considered enforceable obligations. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
10	939-9070 - Martinson Daycare Center	331,083	330,786	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara

**Attachment E - Excluding Low and Moderate Income Housing Funds
Description of Disbursements and Enforceable Obligations for the Period of March 8, 2011 through June 30, 2012**

#	Description of the Enforceable Obligation	Encumbered balance per Cooperation Agreement dated 3/8/2011	Encumbered balance at 6/30/2012 per City's accounting records	Cash disbursed on enforceable obligations through June 27, 2011 per accounting records	Findings	Obligations listed on the ROPS/ EOPS by contracts and/or obligations?
11	939-9072 - Walsh Avenue Sanitary Sewer Improvement	4,016,938	-	2,125,298	Pursuant to 4 agreements provided by the City provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012 between the City and third parties dated before January 1, 2011 for \$6,831,929. All of these agreements are considered enforceable obligations. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
12	939-9073 - Yerba Buena Site Development Fees	1,000,000	1,000,000	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
13	939-9076 - RDA Major Refurbishment	25,000,000	24,899,282	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
14	938-9064 - Downtown Revitalization	-	4,100,224	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
15	938-9200 - Unallocated RDA Univ Proj	-	375,745	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara

Attachment E - Excluding Low and Moderate Income Housing Funds
Description of Disbursements and Enforceable Obligations for the Period of March 8, 2011 through June 30, 2012

#	Description of the Enforceable Obligation	Encumbered balance per Cooperation Agreement dated 3/8/2011	Encumbered balance at 6/30/2012 per City's accounting records	Cash disbursed on enforceable obligations through June 27, 2011 per accounting records	Findings	Obligations listed on the ROPS/ EOPS by contracts and/or obligations?
16	939-9000 - Unallocated Redevelopment Agen	-	24,541	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
17	939-9069 - S T Aquino-SrtgCrkTrail-CabIMS	-	1,102,438	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
18	939-9077 - David's Restrnt Bldg Imprvmnts	-	45,000	-	Pursuant to the documents provided by the City to the County for the Dissolution Audit of the Redevelopment Agency of the City of Santa Clara dated December 17, 2012, there was not an executed contract or agreement between the Agency and the third party entered into before June 28, 2011 in place to substantiate the Agency's obligation. There is no spending authority for expenditures incurred after June 28, 2011 unless the obligations are included on the future ROPS or supported by valid contracts dated before June 28, 2011.	NO
Total	Total	\$ 96,181,927	\$ 57,492,196	\$ 2,489,028		

**City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment F - Condensed Summary of Financial Data**

	Accrual Basis of Accounting			
	Redevelopment Agency 6/30/2010	Redevelopment Agency 6/30/2011	Redevelopment Agency 1/31/2012	Successor Agency 6/30/2012
Assets:				
Cash and investments	\$ 147,745,280	\$ 2,963,869	\$ 5,277,184	\$ -
Receivables:				
Interest	368,622	122,444	-	-
Loans, net of reserves	66,398,542	-	-	-
Intergovernmental	201	-	-	15,900,000
Deferred bond issuance costs	-	415,292	-	-
Restricted cash and investments held by fiscal agent	12,618,935	12,794,887	12,439,211	12,439,959
Other assets	-	-	-	393,182
Land held for redevelopment	7,103,770	-	-	-
Capital assets	109,268,929	-	-	-
Total Assets	\$ 343,504,279	\$ 16,296,492	\$ 17,716,395	\$ 28,733,141
Liabilities:				
Accrued liabilities	\$ 523,273	\$ 140,628	\$ 3,733,056	\$ 5,400
Accrued interest payable from restricted assets	1,875,868	2,457,067	-	492,044
Other liabilities	336,584	-	-	-
Advance from other fund	-	-	22,834,789	6,836,305
Long-term obligations:				
Due in one year	13,204,000	7,620,000	6,925,000	7,073,819
Due in more than one year	113,755,325	153,558,375	131,586,295	124,356,879
Total Liabilities	129,695,050	163,776,070	165,079,140	138,764,447
Equity	213,809,229	(147,479,578)	(147,362,745)	(110,031,306)
Total Liabilities + Equity	\$ 343,504,279	\$ 16,296,492	\$ 17,716,395	\$ 28,733,141
	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
Total revenues/additions	\$ 40,166,810	\$ 40,469,112	\$ 15,201,360	\$ 19,827
Total expenses/deductions	31,285,100	401,757,919	15,084,527	3,449,512
Extraordinary items	-	-	-	(106,601,621)
Net change in equity	8,881,710	(361,288,807)	116,833	(110,031,306)
Beginning Equity	204,927,519	213,809,229	(147,479,578)	-
Ending Equity	\$ 213,809,229	\$ (147,479,578)	\$ (147,362,745)	\$ (110,031,306)
Reconciliation of the former Agency Ending Equity at 1/31/2012 to Successor Agency Beginning Equity at 2/1/2012.				
Redevelopment Agency ending equity			\$ (147,362,745)	
Extraordinary item on RDA dissolution			147,362,745	
Successor Agency, beginning equity			\$ -	
Other Information	Redevelopment Agency 6/30/2010	Redevelopment Agency 6/30/2011	Redevelopment Agency 1/31/2012	Successor Agency 6/30/2012
Capital assets as of end of year	\$ 109,268,929	\$ -	\$ -	\$ -
Long term obligations as of end of year	\$ 126,959,325	\$ 161,178,375	\$ 138,511,295	\$ 131,430,698

**City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment G - Successor Agency Assets, Excluding Low and Moderate Income Housing Fund
Held by the Successor Agency at June 30, 2012**

	<u>June 30, 2012</u>
Assets:	
Intergovernmental receivable from the Housing Authority of the City of Santa Clara	\$ 15,900,000
Restricted cash and investments held by fiscal agent	12,439,959
Other assets	<u>393,182</u>
Total Assets	<u><u>\$ 28,733,141</u></u>

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment H - Excluding Low and Moderate Income Housing Funds
Restricted Assets Held by the Successor Agency at June 30, 2012

Asset	Amount	Source for the computation of the restricted balance (i.e. accounting records or other supporting documentation)	Identify the document requiring the restriction. For each restriction identified on these schedules, indicate in the period of time for which the restrictions are in effect. Note whether the restrictions are in effect until the related assets are expended for their intended purpose.
Unspent Bond Proceeds			
Unspent bond proceeds for bonds issued in 1999 and 2003 transferred to the City's Project Area CIP Fund that should be transferred back to the Successor Agency	\$ 54,558,725	Accounting records	Bond covenants. Restrictions are in effect until the related assets are expended for their intended purpose.
Unspent bond proceeds for bonds issued in May 2011 transferred to the City's Project Area CIP Fund that should be transferred back to the Successor Agency	25,000,000	Accounting records	Bond covenants. Restrictions are in effect until the related assets are expended for their intended purpose.
Unspent bond proceeds - City's Project CIP Fund	<u>79,558,725</u>	Total agreed to cash held in fiscal agent by City's Project Area CIP Fund at June 30, 2011 per City's 2011 audited CAFR.	
Unspent bond proceeds for bonds issued in May 2011 transferred to the City's Stadium Authority Enterprise Fund that should be transferred back to the Successor Agency	2,697,237	Accounting records	Bond covenants. Restrictions are in effect until the related assets are expended for their intended purpose.
Unspent bond proceeds - City's Stadium Authority Enterprise Fund	<u>2,697,237</u>	Total agreed to cash held in fiscal agent by City's Stadium Authority Enterprise Fund at June 30, 2011 per City's 2011 audited CAFR.	
Total unspent bond proceeds	<u>\$ 82,255,962</u>		
Other Assets Considered Legally Restricted			
2002 Parity reserve	\$ 7,227,451	Accounting records	Bond covenants. Restrictions are in effect until the related assets are expended for their intended purpose.
2003 Parity reserve	2,444,648	Accounting records	Bond covenants. Restrictions are in effect until the related assets are expended for their intended purpose.
2011 Reserve deposit	2,767,858	Accounting records	Bond covenants. Restrictions are in effect until the related assets are expended for their intended purpose.
1999 Reserve deposit	2	Accounting records	Bond covenants. Restrictions are in effect until the related assets are expended for their intended purpose.
Total other assets considered legally restricted	<u>\$ 12,439,959</u>	Total agreed to cash held in fiscal agent by Successor Agency at June 30, 2012 per City's 2012 audited CAFR.	
Total restricted assets held by Successor Agency	<u>\$ 94,695,921</u>		

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment I - Successor Agency Assets Other Than Cash and Cash Equivalents, Excluding Low and Moderate Income Housing Funds

Asset	Valuation date	Amount	Basis	Description of the records provided supporting the book value listed and any differences noted.	Description of the methodology used to support the market value listed.
Non-cash assets held by Successor Agency at 6/30/12:					
Intergovernmental receivable from City's Housing Authority	6/30/2012	\$ 15,900,000	Book value	Accounting records and audited financial statements.	n/a - book value used.
Other assets	6/30/2012	393,182	Book value	Accounting records and audited financial statements.	n/a - book value used.
Non-cash assets held by Successor Agency		<u>16,293,182</u>			

Non-cash assets that should be transferred back to the Successor Agency:

Land - Great America Theme Park Parking / North South Parcels	3/8/2011	3,185,000	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Land - Great America Theme Park / Theme Park Land	3/8/2011	73,532,992	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Land - Hilton Hotel / 4949 Great America	3/8/2011	8,860,000	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Land - Martinson Child Care Center / Martinson Day Care	3/8/2011	1,444,589	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Land - Gateway Parcel 2	3/8/2011	14,793,309	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Land - Convension Center Property	3/8/2011	4,730,000	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Construction in Progress - Convention Center Parking Structure	3/8/2011	1,851,291	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Construction in Progress - Convension Center Ballroom Expansion	3/8/2011	581,645	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Construction in Progress - Northside Branch Library	3/8/2011	463,375	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Construction in Progress - Walsh Avenue Sanitary Sewer Improvements	3/8/2011	3,711,301	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Construction in Progress - Fuel Site and Creek Trail	3/8/2011	54,984	Book value	Accounting records and previously audited financial statements.	n/a - book value used.
Construction in Progress - Downtown Revitalization	3/8/2011	371,064	Book value	Accounting records and previously audited financial statements.	n/a - book value used.

Subtotal of non-cash assets that should be transferred back to the Successor Agency:

113,579,550

Total non-cash assets held at 6/30/12

\$ 129,872,732

City of Santa Clara, Successor Agency to the Redevelopment Agency of the City of Santa Clara
Attachment J - Successor Agency Assets, Excluding Low and Moderate Income Funds, that are Needed to Satisfy Obligations on the Recognized Obligation Payment Schedule for the Period July 1, 2012 Through June 30, 2013.

Name of Redevelopment Agency: Redevelopment Agency of the City of Santa Clara
Project Area(s) University and Bayshore North

OVERSIGHT BOARD APPROVED AMENDED RECOGNIZED OBLIGATION PAYMENT SCHEDULE

Per AB 26 - Section 34177

As Approved by the Oversight Board on August 22, 2012

Project Name / Debt Obligation	Payee	Description	Total Outstanding Debt or Obligation July 1, 2012	Total Due During Fiscal Year 2012-13	Funding Source	Payable from the Redevelopment Property Tax Trust Fund (RPTTF)						
						Payments by Month for First Half of Fiscal Year 2012-13						
						Jul	Aug	Sept	Oct	Nov	Dec	
1) 1999 Tax Allocation Bonds Series A	Bank of New York	Bond issue to fund non-housing projects	46,079,625.00	1,708,862.50	RPTTF					\$ 854,431		\$ 854,431
2) 1999 Tax Allocation Bonds Series B	Bank of New York	Bond issue to fund non-housing projects	16,158,106.28	2,449,556.26	RPTTF					\$ 369,778		\$ 369,778
3) 2002 Tax Allocation Refunding Bonds	Bank of New York	Bond issue to fund non-housing projects	11,964,325.00	5,982,475.00	RPTTF					\$ 303,738		\$ 303,738
4) 2003 Tax Allocation Bonds	Bank of New York	Bond issue to fund non-housing projects	60,084,000.00	2,198,000.00	RPTTF					\$ 1,099,000		\$ 1,099,000
5) 2011 Tax Allocation Bonds	Bank of New York	Bond issue to fund non-housing projects	63,048,575.00	650,612.50	RPTTF					\$ 325,306		\$ 325,306
6) 2002 Series B COPs (Agency Share)	City of Santa Clara	Reimbursement agreement - Agency/City	670,916.91	343,749.00	RPTTF	NO PAYMENTS DUE IN THIS SIX MONTH PERIOD						\$ -
7) Settlement Agreement and Judgment Relating to 2011 Cooperation Agreement	Forty Niners SC Stadium Company LLC	Repayment of a loan to assist a publicly owned stadium	34,428,737.00	7,265,193.00	RPTTF			\$ 7,265,193				\$ 7,265,193
Totals - This Page			\$ 232,434,285.19	\$ 20,598,448.26		\$ -	\$ -	\$ 7,265,193	\$ -	\$ 2,952,253	\$ -	\$ 10,217,446
Totals - Administrative Cost Allowance			\$ 195,000.00	\$ 195,000.00		\$ 32,500	\$ 32,500	\$ 32,500	\$ 32,500	\$ 32,500	\$ 32,500	\$ 195,000
Grand Total - All Pages			\$ 232,629,285.19	\$ 20,793,448.26		\$ 32,500	\$ 32,500	\$ 7,297,693	\$ 32,500	\$ 2,984,753	\$ 32,500	\$ 10,412,446

Dollar amounts of existing cash that are needed to satisfy the obligation	Successor Agency's explanation as to why the Successor Agency believes that such balances are needed to satisfy the obligation
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854,431	Approved by Successor Agency Oversight Board and State DOF.
369,778	Approved by Successor Agency Oversight Board and State DOF.
303,738	Approved by Successor Agency Oversight Board and State DOF.
1,099,000	Approved by Successor Agency Oversight Board and State DOF.
325,306	Approved by Successor Agency Oversight Board and State DOF.
-	N/A
-	N/A

125,000	Administrative allowance as approved by State DOF per determination letter dated December 18, 2012.
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Total \$ 3,077,253

Notes:

- 1) Line 7: The Oversight Board approved a settlement agreement on August 22, 2012 which settles Forty Niners SC Stadium Company LLC v. Oversight Board of the Successor Agency to the City of Santa Clara Redevelopment Agency, et al, and establishes a set payment schedule.