

REPORT NO: 20-05

**OTAY MESA ENHANCED INFRASTRUCTURE FINANCING DISTRICT
PUBLIC FINANCING AUTHORITY
Meeting of June 15, 2020**

DATE ISSUED: June 15, 2020

SUBJECT:

Fiscal Year 2019 Independent Financial Audit for the Otay Mesa Enhanced Infrastructure Financing District (District).

CONTACT/PHONE NUMBER:

Armando Dominguez, Planning Department, 619-533-3679
Marco Camacho, Planning Department, 619-235-5216

DESCRIPTIVE SUMMARY OF ITEM:

Presentation of the District's Fiscal Year 2019 Independent Financial Audit.

STAFF RECOMMENDATION:

This item is for information only.

EXECUTIVE SUMMARY OF ITEM:

On October 9th, 2019, Assembly Bill 116 was passed to amend existing Enhanced Infrastructure Financing District (EIFD) laws. This amendment to the Government Code added a new administrative requirement to include an Annual Independent Financial Audit of the Otay Mesa EIFD to be completed and submitted to the Authority before June 30 each year.

Macias, Gini & O'Connell, LLP (MGO) and the Authority entered into an agreement on March 3, 2020 to provide financial audit services for the fiscal year ending on June 30th, 2019.

MGO conducted the financial statement audit of the Otay Mesa EIFD (District) for the fiscal year ending June 30, 2019 under generally accepted auditing standards and under *Government Auditing Standards*. MGO issued a clean opinion (unmodified opinion) that the District's financial statements were fairly

presented, in all material respects, in accordance with accounting principles generally accepted nationwide.

In addition, MGO issued a report on the consideration of the Authority's internal control over the District's financial reporting and on compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters which could have a direct and material effect on the District's financial statements. The report noted no significant deficiencies or material weaknesses in internal control or noncompliance that impacted the District's financial statement amounts.

CONCLUSION:

The financial audit has been reviewed by the Department of Finance and the Planning Department.

Respectfully submitted,

Tom Tomlinson

Assistant Planning Director

City of San Diego

Attachment:

Attachment 1: Fiscal Year 2019 Otay Mesa EIFD Audit Report