


# LOCAL AGENCY FORMATION COMMISSION FOR SAN BERNARDINO COUNTY

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**DATE :** SEPTEMBER 11, 2020   
**FROM:** MICHAEL TUERPE, Senior Analyst  
**TO:** LOCAL AGENCY FORMATION COMMISSION

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**SUBJECT:** AGENDA ITEM 11 SUPPLEMENTAL:  
Update on Sustainability of the City of Adelanto, related to LAFCO 3232 -  
Sphere of Influence Amendment for the City of Adelanto

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## **RECOMMENDATION:**

Staff recommends that the Commission:

1. Receive and file this report.
2. Schedule an update for the City for the January 2021 meeting, unless otherwise directed by the Commission.

## **BACKGROUND:**

LAFCO staff reports are mailed the Wednesday afternoon a week before the hearing, in this case September 9. On that same night, the City of Adelanto Council was to receive and accept the audit for FY 2017-18. Therefore, the LAFCO staff report for Item 11 dated September 9 indicated that supplemental information was to follow.

Attached to this report is the City's presentation that it will present to the Commission on September 16, as well as its FY 2017-18 audit including the internal controls letter. Please note that the internal control deficiencies were identified in a previous audit, and since the City is behind in completing its audits these deficiencies remain in subsequent audits – until such time that the City is on schedule.

Upon review of the City's presentation, staff expresses immediate concerns regarding the City's sustainability. Therefore, we hope to continue frank discussions with the City that results in a good understanding of the City's financial position and sustainability.

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Attachments:

1. [City Presentation to LAFCO](#)
2. [City Staff Report Dated September 9, 2020](#)
3. [FY 2017-18 Financial Statements](#)
4. [Internal Controls Report for FY 2017-18 Audit](#)
5. [Conclusion Letter for FY 2017-18 Audit](#)