



## Irvine Community Land Trust

### REQUEST FOR IRVINE COMMUNITY LAND TRUST BOARD ACTION

LAND TRUST BOARD MEETING DATE:

SEPTEMBER 15, 2010

TITLE: 2009 Financial Statement and Tax Returns

A handwritten signature in blue ink that reads "Mark Asturias". The signature is written in a cursive style and is positioned above a horizontal line.

Executive Director

#### RECOMMENDED ACTIONS:

1. Receive and file the 2009 Financial Statement and tax returns.
2. Authorize the Executive Director to forward the Financial Statement and Audit to the City of Irvine and to file future tax returns on behalf of the Land Trust with the State of California and Internal Revenue Service.

#### BACKGROUND:

The Irvine Community Land Trust Bylaws (Section 8.4) require that an annual financial statement be delivered to each Director and the City of Irvine. The audit letter (Attachment 1) and financial statement (Attachment 2) have been prepared by Diehl, Evans & Company, LLP to show a fair representation of the financial activities and position of the Irvine Community Land Trust (Trust) as of December 31, 2009. In addition, Diehl, Evans & Company prepared the Land Trust tax returns for 2009 that were filed with the State of California and the Internal Revenue Service (Attachment 3).

The Trust this year had significant financial activity as it received funding from the City to implement its purchase and resale program of existing homes. At the close of the calendar year, the Land Trust had acquired two homes and initiated the rehabilitation of both. The financial statements show subsequent events after the close of the calendar year where the Land Trust acquired two additional homes and sold one. These are included as additional information for any interested individuals who wish to understand the financial position and asset holdings of the Land Trust. These expenditures will also be reflected in the 2010 financial statements. In addition, City in kind services for staff support and office space were acknowledged as a benefit to the Land Trust and included in the 2009 tax returns.

#### CONCLUSION:

Staff recommends the Board of Directors approve the 2009 Financial Statement, authorize the Executive Director to forward the Financial Statement and Audit to the City of Irvine, and

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receive and file these statements and tax returns. In addition, staff recommends the Board authorize filing of future tax returns by the Executive Director.

Attachments:

1. Audit Letter from Diehl, Evans & Company
2. Component Unit Financial Statements with Report on Audit
3. Tax Returns