MEMO

DATE: January 3, 2008

TO: Administration Committee
Regional Council

FROM: Wayne Moore, CFO, 213-236-1804, moore@scag.ca.gov

SUBJECT: FY07 COMPREHENSIVE ANNUAL FINANCIAL REPORT

BACKGROUND:
Pursuant to the Single Audit Act, SCAG is required to have an annual audit performed of its financial statements. The audit for the year ended June 30, 2007 was conducted by the firm of Vasquez and Co.

Vasquez and Co. have completed the audit and issued an unqualified opinion. Their opinion states that the financial statements present fairly the respective financial position of SCAG's governmental activities, each major fund, and the aggregate remaining fund information of SAG as of June 30, 2007, and the respective changes in financial position thereof in conformity with U.S. generally accepted accounting principles.

FISCAL IMPACT:
Fees for the audit engagement are included in the fiscal year budget.

Reviewed by:

Division Manager

Reviewed by:

Chief Financial Officer