



Yolo Habitat Conservancy

County of Yolo • City of Davis • City of Winters • City of West Sacramento
City of Woodland • University of California, Davis

To: Gary Sandy, Chair
Members of the Board

From: Alexander Tengolics, Executive Director

Re: Receive and file 21-22 independent auditor's report and presentation from Lance, Soll & Lunghard, LLP

Date: May 15, 2023

REQUESTED ACTIONS:

- 1) Receive and file independent auditor's report and presentation from Lance, Soll & Lunghard, LLP (Attachment A)

BACKGROUND:

The Board of Directors requires annual outside audits of the YHC finances, including a presentation to the Board. The Conservancy also provides the audit to member agency city managers and the County Administrator of Yolo County. The independent auditor, Lance, Soll & Lunghard, LLP, completed the 2021-22 independent auditor's report (Attachment B).

The Management Discussion and Analysis within the audit provides information from staff about changes to the Conservancy's net position. Most notably, at the end of the current fiscal year the YHC's total net position increased by \$4,066,043. The Mitigation Fee Fund ended the fiscal year with a positive fund balance of \$3,415,884 and the Conservancy retired all loans from member agencies. The Mitigation Trust Account ended the fiscal year with a positive fund balance of \$533,968; staff expects the account to be fully expended in FY24.

There was a finding in the 2021-22 independent auditor's report regarding year-end close processes. Staff concurs with the recommendations associated with the finding and has developed a work plan to implement.

ATTACHMENT:

Attachment A. 2021-22 Independent Auditor's Report
Attachment B. 2021-22 Audit Communication Letter