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Luis Tapia
Executive Officer

Scott Smith
General Counsel

MEETING DATE: May 13, 2026

TO: Local Agency Formation Commission
of Orange County

FROM: Executive Officer
Policy Analyst

SUBJECT: Professional Services Agreement – Davis Farr LLP

BACKGROUND

Since 2003, OC LAFCO has entered into agreements with independent auditing firms to prepare the agency’s audited financial statements. The intent of the audited financial statements is to present the agency’s financial performance and position through the conducting of an audit by an independent auditor. In 2021, OC LAFCO entered into an agreement with Davis Farr LLP to provide audit services for the fiscal years 2020-21 through 2023-24. The Commission subsequently exercised its option to extend the agreement for one additional fiscal year ending on June 30, 2025. The extension represents the final year of the agency’s current contract with the firm.

In accordance with the Commission’s Accounting and Financial Policies, a change in the auditor every six years should be considered to comply with State law and to ensure competitive pricing and a high quality of service. As the current agreement for auditing services has ended, a joint Request for Proposals (“RFP”) process was conducted. The Alliance of LAFCOs, encompassing Los Angeles, Orange, San Bernardino, and San Diego LAFCOs, conducted an RFP process to solicit proposals from qualified firms to provide independent auditing services to the four LAFCOs starting with Fiscal Year 2025-26.

This report provides an overview of the joint RFP process and a recommendation to enter into a new agreement with Davis Farr LLP for professional auditing services beginning with the fiscal year ending on June 30, 2026.

Joint RFP Process

Previously, OC LAFCO participated with two of the current Alliance LAFCOs (Los Angeles and San Bernardino) in a joint RFP for independent audit services. The current joint RFP represents the most recent proposal for audit services with the southern region partners, which include Los

Angeles, San Bernardino, and San Diego. It is the consensus of the group that the cooperative process has resulted in cost savings and greater efficiency through the sharing and rotating of staff resources to coordinate the process for each participating LAFCO.

In 2025, the RFP was distributed to independent firms located throughout California and generated three formal bids by the December 2025 deadline from the following firms: Davis Farr (Irvine), Harshwal and Company (San Diego), and Vazquez and Company (Los Angeles). Following the close of the submittal period, a Commissioner from each LAFCO, including Commissioner Derek McGregor and staff from Los Angeles, Orange, San Diego, and San Bernardino LAFCOs, convened a joint meeting to evaluate the proposals. The proposals were evaluated using a standardized scoring framework, including four criteria: cost, work plan, qualifications and experience, and project schedule. By unanimous decision, Davis Farr emerged as the top-ranked firm for the strength of its proposal. The working group reviewing the proposals noted that although Davis Farr had served as the independent auditor for the past five years, for three of the four LAFCOs (San Diego was not part of the previous RFP process), the firm's proposal continues to demonstrate its qualifications to conduct the audits.

In addition to past and current experience with multiple LAFCOs, Davis Farr has over 30 years of experience providing accounting and auditing services. With offices in the Counties of Orange and San Diego, and Tacoma, Washington, the firm employs 61 employees and takes a proactive leadership role in local government accounting. Currently, the firm serves on the Governmental Audit Quality Center (GAQC) and the California Society of Municipal Finance Officers (CSMFO).

Davis Farr LLP Professional Services Agreement

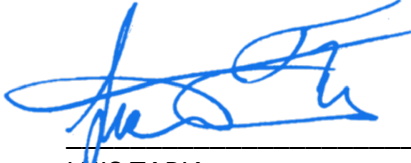
The term of the proposed professional services agreement with Davis Farr LLP is for four fiscal years (FYs 2025-26, 2026-27, 2027-28, and 2028-29) with an option to extend the contract for up to two additional one-year terms (FYs 2029-30 and 2030-31) (see Attachment 2). For the first four years, the proposed annual auditing fees are \$12,350, \$12,720, \$13,100, and \$13,620, and the two additional years would be subject to an annual 4% increase, unless the scope of work is substantially changed. If the Commission exercises its first one-year option to extend the audit services for FY 2029-30, the cost to perform the annual audit is estimated at \$14,165, followed by the second one-year option to extend services at an estimated \$14,732. Should the Commission approve this agreement, and in accordance with State law, a new Senior Lead Auditor from the firm will be assigned to oversee the provision of services to OC LAFCO.

RECOMMENDATION

Staff recommends that the Commission:

1. Approve the professional services agreement with Davis Farr LLP for professional auditing services.

Respectfully submitted,



LUIS TAPIA



LEO LARA

Attachments:

1. Professional Services Agreement – Davis Farr LLP
2. Davis Farr, LLP Proposal for Audit Services

**AGREEMENT FOR SERVICES BETWEEN
ORANGE COUNTY LOCAL AGENCY FORMATION COMMISSION
AND
DAVIS FARR LLP**

This Agreement is made and entered into as of July 1, 2026 (“Effective Date”) by and between ORANGE COUNTY LOCAL AGENCY FORMATION COMMISSION (hereinafter referred to as “LAFCO”), organized and operating pursuant to the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000, Government Code Section 56000 *et seq.*, Davis Farr LLP (hereinafter referred to as “Consultant”).

RECITALS

A. LAFCO is a public agency of the State of California and is in need of the following professional services: Audit Services for the fiscal years ending on June 30, 2026, June 30, 2027, June 30, 2028, and June 30, 2029, as more particularly described herein (hereinafter referred to as “the Project”).

B. Consultant is a qualified independent Certified Public Accounting firm.

C. The parties desire by this Agreement to establish the terms for LAFCO to retain Consultant to provide the services described herein.

AGREEMENT

NOW, THEREFORE, IT IS AGREED AS FOLLOWS:

1. Services.

Consultant shall provide LAFCO with the services described in the Scope of Services attached hereto as Exhibit “A.” Should LAFCO determine, in its sole discretion, to exercise its option to renew this Agreement for an additional year as set forth in Section 5 of this Agreement, such renewed services shall be performed as described in the Scope of Services attached hereto as Exhibit “A.”

2. Compensation.

a. The total amount paid for services rendered by Consultant pursuant to Exhibit “A” for the audit of the fiscal year ending on June 30, 2026, shall not exceed \$12,350 without prior written approval by LAFCO. For the fiscal years ending on June 30, 2027, June 30, 2028, and June 30, 2029, the total annual amount paid for services shall not exceed \$12,720, \$13,100, and \$13,620, respectively, without prior written approval by LAFCO. In its sole discretion, LAFCO may extend this Agreement for up to two additional one-year terms. Compensation for each extension year shall not exceed the amount paid for the immediately

preceding fiscal year increased by up to four percent (4%), unless otherwise approved by the Commission. Periodic payments shall be made within 30 days of receipt of a statement for services rendered. Payments to Consultant for work performed will be made on a monthly billing basis.

b. Subject to paragraph 2(a) above, LAFCO shall pay for additional consulting services in accordance with the Schedule of Additional Charges set forth in Exhibit “B.”

c. LAFCO shall reimburse costs advanced by Consultant on LAFCO’s behalf, as well as other expenses, in addition to the amount billed for fees. These currently include, but are not limited to, automobile mileage and actual expenses away from Consultant’s offices on LAFCO business, extraordinary photocopy charges and any costs of producing or reproducing photographs, documents and other things necessary for the preparation or presentation of LAFCO business. All costs will be itemized on LAFCO’s monthly statement. LAFCO shall not pay fees for travel to or from LAFCO’s offices in the ordinary course of business or reimburse mileage to Consultant.

3. Additional Work.

If changes in the work seem merited by Consultant or LAFCO, and informal consultations with the other party indicate that a change is warranted, it shall be processed by LAFCO in the following manner: a letter outlining the changes shall be forwarded to LAFCO by Consultant with a statement of estimated changes in fee or time schedule. An amendment to the Agreement shall be prepared by LAFCO and executed by both parties before performance of such services or LAFCO will not be required to pay for the changes in the scope of work. Such amendment shall not render ineffective or invalidate unaffected portions of this Agreement.

4. Maintenance of Records.

Books, documents, papers, accounting records and other evidence pertaining to costs incurred shall be maintained by Consultant and made available at all reasonable times during the Agreement period and for seven (7) years from the date of final payment under the contract for inspection by LAFCO or any government agencies included in the audit of federal grants.

5. Term and Time of Performance.

The term of this Agreement shall be from July 1, 2026 to June 30, 2029. In its sole discretion, LAFCO may extend the Services required hereunder to two additional one-year terms to include audit services related to the fiscal years ending on June 30, 2030 and June 30, 2031, in writing providing notice to Consultant that such Services shall be extended for an additional year. Consultant shall perform its services hereunder in a prompt and timely manner, in accordance with the Activity Schedule shown in Exhibit “C” and shall commence performance upon the execution of this Agreement.

6. Delays in Performance.

Neither LAFCO nor Consultant shall be considered in default of this Agreement for delays in performance caused by circumstances beyond the reasonable control of the non-performing party. For purposes of this Agreement, such circumstances include but are not limited to, abnormal weather conditions; floods; earthquakes; fire; epidemics; war; riots and other civil disturbances; strikes, lockouts, work slowdowns and other labor disturbances; sabotage or judicial restraint.

Should such circumstances occur, the non-performing party shall, within a reasonable time of being prevented from performing, give written notice to the other party describing the circumstances preventing continued performance and the efforts being made to resume performance of this Agreement.

7. Compliance with Law.

a. Consultant shall comply with all applicable laws, ordinances, codes and regulations of the federal, state and local government.

b. Consultant shall assist LAFCO in obtaining and maintaining all permits required of Consultant by Federal, State and local regulatory agencies.

c. Consultant certifies by executing this Agreement that, on the Effective Date and for the duration of this Agreement, neither Consultant nor its employees assigned to perform services hereunder shall have any prohibited conflict of interest as defined under the California Political Reform Act or conflicting financial interest in this Agreement as defined under California Government Code Section 1090.

d. Consultant agrees that in the event an administrative agency or court of competent jurisdiction finds this Agreement to have been executed or administered in violation of Government Code Section 1090 or any other applicable law, that disgorgement of profits or anything received by Consultant may be required as a consequence of both civil and criminal liability. In such a case, payments made by LAFCO to the Consultant must be returned to LAFCO by the Consultant and no claim for future payments under this Agreement may be made, and LAFCO shall be entitled to retain any benefits which it receives under this Agreement.

8. Standard of Care.

Consultant's services will be performed in accordance with generally accepted professional practices and principles and in a manner consistent with the level of care and skill ordinarily exercised by members of the profession currently practicing under similar conditions.

9. Assignment and Subconsultant.

Consultant shall not assign, sublet or transfer this Agreement or any rights under or interest in this Agreement without the written consent of LAFCO, which may be withheld for any reason. Nothing contained herein shall prevent Consultant from employing independent associates and subconsultants as Consultant may deem appropriate to assist in the performance of services hereunder.

10. Independent Contractor.

Consultant is retained as an independent contractor and is not an employee of LAFCO. No employee or agent of Consultant shall become an employee of LAFCO. The work to be performed shall be in accordance with the work described in Exhibit "A," subject to such directions and amendments from LAFCO as herein provided.

11. Integration.

This Agreement represents the entire understanding of LAFCO and Consultant as to those matters contained herein, and supersedes and cancels any prior oral or written understanding, promises or representations with respect to those matters covered hereunder. This Agreement may not be modified or altered except in writing signed by both parties hereto. This is an integrated Agreement.

12. Insurance.

a. Commercial General Liability

(1) Consultant shall maintain occurrence version Commercial General Liability Insurance or equivalent form with a combined single limit of not less than \$1,000,000 per occurrence. If such insurance contains a general aggregate limit, it shall apply separately to this Agreement or be no less than twice the occurrence limit.

(2) All such policies shall name Orange County Local Agency Formation Commission, the Commission and each member of the Commission, its officers, employees, agents and LAFCO designated volunteers as Additional Insureds under the policy.

(3) The general liability program may utilize either deductibles or provide coverage excess of a self-insured retention, subject to written approval by LAFCO.

b. Automobile Liability

(1) At all times during the performance of the work under this Agreement, the Consultant shall maintain Automobile Liability Insurance for bodily injury and

property damage including coverage for non-owned and hired vehicles, in a form and with insurance companies acceptable to LAFCO.

(2) Coverage for Automobile Liability Insurance shall be at least as broad as Insurance Services Office Form Number CA 0001 (ed. 6/92) covering automobile liability, Code 1.

(3) The automobile liability program may utilize deductibles, but not a self-insured retention, subject to written approval by LAFCO.

(4) All such policies shall name LAFCO, the Commission and each member of the Commission, its officers, employees, agents and designated volunteers as Additional Insureds under the policies.

c. Workers' Compensation/Employer's Liability

(1) At all times during the performance of the work under this Agreement and for 24 months following the date of Project completion and acceptance by LAFCO, the Consultant shall maintain workers' compensation in compliance with applicable statutory requirements and Employer's Liability Coverage in amounts indicated herein.

(2) Such insurance shall include an insurer's Waiver of Subrogation in favor of LAFCO and will be in a form and with insurance companies acceptable to LAFCO.

(3) If insurance is maintained, the workers' compensation and employer's liability program may utilize either deductibles or provide coverage excess of a self-insured retention, subject to written approval by LAFCO.

(4) Before beginning work, the Consultant shall furnish to LAFCO satisfactory proof that Consultant has taken out, for the period covered by the work under this Agreement, full compensation insurance for all persons employed directly by Consultant to carry out the work contemplated under this Agreement, all in accordance with the "Workers' Compensation and Insurance Act," Division IV of the Labor Code of the State of California and any acts amendatory thereof. Consultant shall require all subconsultants to obtain and maintain, for the period covered by the work under this Agreement, workers' compensation of the same type and limits as specified in this Section.

d. Professional Liability (Errors and Omissions).

At all times during the performance of the work under this Agreement, the Consultant shall maintain professional liability insurance, in a form and with insurance companies acceptable to LAFCO and in an amount indicated herein.

e. Minimum Policy Limits Required

(1) The following insurance limits are required for the Contract:

	<u>Combined Single Limit</u>
Commercial General Liability	\$1,000,000 per occurrence/aggregate for bodily injury, personal injury and property damage
Automobile Liability	\$1,000,000 per occurrence for bodily injury and property damage
Employer's Liability	\$1,000,000 per occurrence
Professional Liability (errors and omissions)	\$1,000,000 per claim and aggregate

f. Evidence Required

Prior to execution of the Agreement, the Consultant shall file with LAFCO evidence of insurance from an insurer or insurers certifying to the coverage of all insurance required herein. Such evidence shall include original copies of the ISO CG 2010 (or insurer's equivalent) signed by the insurer's representative and Certificate of Insurance (ACORD Form 25-S or equivalent). All evidence of insurance shall be signed by a properly authorized officer, agent or qualified representative of the insurer and shall certify the names of the insured, any additional primary insureds, where appropriate, the type and amount of the insurance, the location and operations to which the insurance applies and the expiration date of such insurance.

g. Policy Provisions Required

(1) All policies shall contain a provision for 30 days advance written notice by the insurer(s) to LAFCO of any cancellation. Statements that the carrier "will endeavor" and "that failure to mail such notice shall impose no obligation and liability upon the company, its agents or representatives," will not be acceptable on certificates.

(2) All policies shall contain a provision stating that the Consultant's policies are primary insurance and that the insurance of LAFCO or any Additional Insured shall not be called upon to contribute to any loss.

h. Additional Insurance Provisions

(1) The foregoing requirements as to the types and limits of insurance coverage to be maintained by Consultant, and any approval of said insurance by LAFCO, is not intended to and shall not in any manner limit or qualify the liabilities and obligations otherwise

assumed by the Consultant pursuant to this Agreement, including but not limited to, the provisions concerning indemnification.

(2) If at any time during the life of the Agreement the Consultant fails to maintain in full force any insurance required by the Agreement documents, LAFCO may terminate the Agreement.

(3) The Consultant shall include all subconsultants as insureds under its policies or shall furnish separate certificates and endorsements for each subconsultant. All coverages for subconsultants shall be subject to all of the requirements stated herein.

(4) LAFCO may require the Consultant to provide complete copies of all insurance policies in effect for the duration of the Project.

(5) Neither LAFCO nor the Commission, nor any member of the Commission, nor any of the directors, officers, employees, agents or volunteers of LAFCO or the Commission shall be personally responsible for any liability arising under or by virtue of this Agreement.

13. Indemnification.

Consultant agrees to protect, save, defend and hold harmless LAFCO and its Commission and each member of the Commission, officers, agents and employees from any and all claims, liabilities, expenses or damages of any nature, including attorneys' fees, for injury or death of any person, or damage to property, or interference with use of property, arising out of or in any way connected with the alleged acts, errors or omissions or willful misconduct by Consultant, Consultant's agents, officers, employees, subconsultants or independent consultants hired by Consultant under this Agreement. This hold harmless Agreement shall apply to all liability regardless of whether any insurance policies are applicable. The policy limits do not act as a limitation upon the amount of indemnification, etc. to be provided by Consultant.

14. Laws, Venue and Attorneys' Fees.

This Agreement shall be interpreted in accordance with the laws of the State of California. If any action is brought to interpret or enforce any term of this Agreement, the action shall be brought in a state or federal court situated in the County of Orange, State of California. In the event of any such litigation between the parties, the prevailing party shall be entitled to recover all reasonable costs incurred, including reasonable attorneys' fees, as determined by the court.

15. Termination or Abandonment.

a. LAFCO has the right to terminate or abandon any portion or all of the work under this Agreement by giving ten (10) calendar days written notice to Consultant. In such event, LAFCO shall be immediately given title and possession to all original field notes, drawings and

specifications, written reports and other documents produced or developed for that portion of the work completed and/or being abandoned. LAFCO shall pay Consultant the reasonable value of services rendered for any portion of the work completed prior to termination. If said termination occurs prior to completion of any task for the Project for which a payment request has not been received, the charge for services performed during such task shall be the reasonable value of such services, based on an amount mutually agreed to by LAFCO and Consultant of the portion of such task completed but not paid prior to said termination. LAFCO shall not be liable for any costs other than the charges or portions thereof which are specified herein. Consultant shall not be entitled to payment for unperformed services and shall not be entitled to damages or compensation for termination of work.

b. Consultant may terminate its obligation to provide further services under this Agreement upon thirty (30) calendar days' written notice to LAFCO only in the event of substantial failure by LAFCO to perform in accordance with the terms of this Agreement through no fault of Consultant.

16. Organization.

Consultant shall assign Joyce Amankwah and Krisztina Varga as Audit Managers. The Audit Manager shall not be removed from the Project or reassigned without the prior written consent of LAFCO.

17. Notice.

Any notice or instrument required to be given or delivered by this Agreement may be given or delivered by depositing the same in any United States Post Office, certified mail, return receipt requested, postage prepaid, addressed to:

LAFCO:
2677 North Main Suite 1050
Santa Ana, CA 92705
Attn: Executive Officer

Consultant:
Davis Farr LLP
18201 Von Karman Avenue, Suite 1100
Irvine, CA 92612
Attn: Jennifer Farr

and shall be effective upon receipt thereof.

18. Third Party Rights.

Nothing in this Agreement shall be construed to give any rights or benefits to anyone other than LAFCO and the Consultant.

19. Severability.

The unenforceability, invalidity or illegality of any provision(s) of this Agreement shall not render the other provisions unenforceable, invalid or illegal.

IN WITNESS WHEREOF, the parties have executed this Agreement as of the date first written above.

**ORANGE COUNTY LOCAL AGENCY
FORMATION COMMISSION**

DAVIS FARR, LLP

By: _____
Luis Tapia, Executive Officer

By: _____
Jennifer Farr, Partner

Approved as to Form:

General Counsel
Orange County Local Agency
Formation Commission

EXHIBIT A

Scope of Services

Consultant shall provide the following services:

1) Audit

- a) Consultant will perform an independent audit of all funds of LAFCO. The audit will be conducted in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller of the United States.
- b) The Commission's Basic Financial Statements will be prepared and word-processed by the Consultant in full compliance with generally accepted accounting principles.
- c) The Consultant will render their auditors' report on the Basic Financial Statements that will include both Government-Wide Financial Statements and Fund Financial Statements.
- d) The Consultant will also apply limited audit procedures to Management's Discussion and Analysis ("MD&A"), consisting of the control environment, accounting systems, and control procedures, and required supplementary information pertaining to the General Fund and each major fund of the Commission.
- e) The Consultant will prepare an internal control letter to the Commission reporting matters dealing with internal control that meet the threshold of being a significant deficiency or material weakness, as defined by the Codification of Auditing Standards.
- f) The Consultant will prepare a Communication with Those in Governance letter to the Commission summarizing the audit results in accordance with Codification of Auditing Standards.
- g) The Consultant will attend a Commission meeting to present the results of the audit.
- h) The Consultant will conduct an annual GASB Update.

2) Management Letter

- a) The Consultant will issue a separate "management letter" that includes recommendations to the governing board for improvements in internal control that are considered to be nonreportable conditions.

LAFCO will provide the following services:

The LAFCO staff will provide normal cooperation and assistance during the audit including typing of confirmation requests, referral to the appropriate person and/or department for supporting documents, and reconciliations of major asset and liability balances. LAFCO staff will prepare the MD&A based on a template supplied by the Consultant. All other information and financial statements are the responsibility of the Consultant. All working papers and reports are to be retained at the Consultant's sole expense for a minimum of seven (7) years. Consultant will be responsible for making working papers available to LAFCO or any other appropriate government agency.

EXHIBIT B**Schedule of Additional Charges/Payments**

Fee Schedule
for
DAVIS FARR, LLP.

The following fee schedule shall apply for additional consulting services over the term of the Agreement:

Professional Services Classification	Hourly Rates
Partner	\$ 200
Manager	\$ 160
Supervisor	\$ 130
Senior	\$ 120
Staff	\$ 110

Consultant shall bill LAFCO only for the actual hours incurred in performing the services required under this Agreement, in accordance with the fee schedule set forth above, and subject to the provisions of Section 2 of this Agreement.

EXHIBIT C**Activity Schedule****Timetable of Audit Work and Deliverable Reports to be performed for the Fiscal Years ending on June 30, 2026, June 30, 2027, June 30, 2028, June 30, 2029:**

Consultant shall be responsible for performing the audit at the end of each fiscal year over the term of the Agreement in accordance with Exhibit "A" and preparation and word processing of the following financial statements:

<u>Report Description</u>	<u>Number of Copies</u>	<u>Due Date of Each Audit Year</u>
Basic Financial Statements	1 photo ready 3 hard copies (Final audit)	Timeline established by LAFCO for the audit of each fiscal year.

A draft copy of the Basic Financial Statements should be delivered to the LAFCO Executive Officer for review approximately 10 days prior to the deadline noted above.

The audit shall begin no earlier than August 1 of each year and be completed in time to meet the deadline established by LAFCO for the audit of each fiscal year.



PROPOSAL FOR
INDEPENDENT
AUDIT SERVICES

Prepared By:

Davis Farr LLP
18201 Von Karman Avenue, Suite 1100
Irvine, California 92612

Contact Person:

Jennifer Farr, CPA, MBA | Partner
Office: 949.474.2020 | Direct: 949.783.1740
Email: jfarr@davisfarr.com



Los Angeles Local Agency Formation Commission
Orange Local Agency Formation Commission
San Bernardino Local Agency Formation Commission
San Diego Local Agency Formation Commission

December 2, 2025

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APPENDIX

- Peer Review Documentation
- Resumes



Davis Farr LLP
18201 Von Karman Avenue | Suite 1100 | Irvine, CA 92612
Main: 949.474.2020 | Fax: 949.263.5520

December 2, 2025

Attn: Adriana Romo, Deputy Executive Officer
Los Angeles Local Agency Formation Commission
80 South Lake Avenue, Suite 870
Pasadena, CA 91101

Dear Ms. Romo:

We are pleased to provide our proposal to perform audit services to the Los Angeles, Orange, San Bernardino, and San Diego Local Agency Formation Commissions (“Commissions”) for the fiscal year ending June 30, 2026 through 2029, with an optional extensions through 2031.

Our service philosophy is one of open and constant communication, a proactive approach and responsive, value-added services. We will listen to your ideas and concerns and will bring creative solutions to you in both financial and other operational areas. We are aware that while the Commissions have solicited numerous proposals, Davis Farr LLP would be your best selection for the following reasons which are set forth in greater detail in our proposal:

- We specialize in auditing California governments and special districts. We have extensive experience auditing Local Agency Formation Commissions and are currently the auditors for the following LAFCOs: Los Angeles LAFCO, Orange LAFCO, San Bernardino LAFCO, Imperial LAFCO, Riverside LAFCO, Santa Barbara LAFCO, Marin LAFCO, and Santa Cruz LAFCO. Our deep understanding of the systems and operations of LAFCOs enables us to provide high quality audit services to the Los Angeles, Orange, San Bernardino, and San Diego Local Agency Formation Commissions.
- We take a proactive leadership role in local government accounting and auditing issues. Jennifer Farr is a past Chair and Jonathan Foster is the current Chair of the Government Accounting and Audit Committee of the Cal CPA Society. Our Partners are active members of the CSMFO Professional Standards Committee, the GFOA Special Review Committee, and other organizations. Our Partners are frequent speakers on technical topics at conferences and training events throughout California, including the CSMFO Annual Conference.

The proposal is valid for 90 days. We are committed to performing the audits within the required timeframes specified in the request for proposal. Davis Farr and all key personnel are independent with respect to each participating LAFCO and is an Equal Opportunity Employer. We appreciate the opportunity to share our credentials and look forward to further developing our professional relationship. I look forward to you contacting me so that I may answer any questions which you may have. You may contact me at (949) 783-1740 or by email at jfarr@davisfarr.com.

Very truly yours,

Jennifer Farr, CPA, MBA
Partner

Section A – About Davis Farr LLP

Background Information – Davis Farr LLP is a full-service regional accounting firm that specializes in providing attest and advisory services to federal, state, and local governments out of our California and Washington offices. This engagement would be serviced by our Irvine office. The firm was created in 2015 and our personnel have served governmental entities for over 30 years. A breakdown of our government audit personnel by classification is provided below.

License to Practice in California – Davis Farr LLP and all key personnel are licensed with the California State Board of Accountancy to practice as independent certified public accountants.

Independence and Conflict of Interest – Davis Farr LLP is independent with respect to the Los Angeles, Orange, San Bernardino, and San Diego Local Agency Formation Commissions as defined by U.S. General Accounting Office’s *Government Auditing Standards* and Generally Accepted Auditing Standards. Neither Davis Farr LLP nor the key personnel have any potential or real conflicts of interest. Davis Farr has recently audited the Los Angeles and San Bernardino LAFCOs. In accordance with State law, we propose a Partner rotation and the past primary Partner on those engagements will not be part of the audit team.

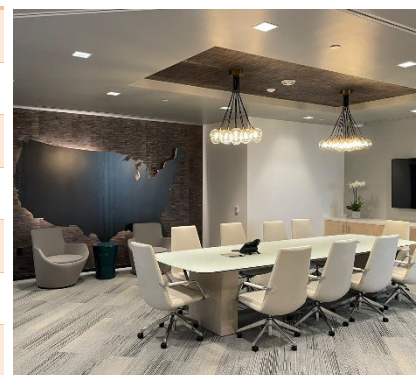
Insurance – Davis Farr LLP has sufficient insurance coverage to meet or exceed the Commissions’ requirements and will provide insurance certificates to the Commissions prior to entering into a contract.

Quality Control – Davis Farr LLP and its Partners are members of the American Institute of Certified Public Accountants (AICPA) and is a member of the AICPA’s Government Audit Quality Center. Our firm is a voluntary participant in the AICPA Peer Review Program. Included in the appendix is our most recent Peer Review report where our firm received a *Pass*. A *Pass* demonstrates the highest level of quality control in a Peer Review. The Peer Review included a review of government engagements. Davis Farr LLP and its Partners have not had any disciplinary action taken or pending with state regulatory bodies or professional organizations.

Training – Every professional of the firm must enroll in continuing professional education courses. Each person is required to take at least 80 hours of training over a two-year period including 24 hours a year specific to government accounting and audit topics. Courses cover a wide spectrum of professional and technical subjects, and include Fraud Auditing, Professional Ethics and Governmental Accounting and Auditing topics to help the practitioner maintain his/her professional expertise.



Classification	Number of Employees
Partners	8
Managers	11
Supervisors	8
Seniors	20
Staff	8
Administrative	6
Total personnel	61



Professional Affiliations

Government Audit Quality Center – Davis Farr LLP is a member of the Government Audit Quality Center (GAQC). The GAQC promotes the importance of quality governmental audits and the value of such audits to providers of governmental audit services. GAQC is a voluntary membership center for CPA firms and state audit organizations that perform governmental audits.

National Registry of CPE Sponsors – Davis Farr LLP is registered to provide continuing professional education through the National Association of State Board of Accountancy (NASBA). NASBA recognizes CPE program sponsors who provide continuing professional education programs in accordance with nationally recognized standards. We provide CPE to our clients at our annual GASB Update.

CalCPA – Many of the CPAs employed by Davis Farr LLP are members of CalCPA and regularly participate in chapter meetings, education, and events. CalCPA recognized one of Davis Farr LLP’s partners with their *Women to Watch* award in the Experienced Leader category. Davis Farr has presented at several CalCPA **Women’s Leadership Forums**. Davis Farr LLP partners are also members of the **Governmental Accounting and Auditing Committee** of the CalCPA. The founding firm Partner Jennifer Farr is the past Chair of the Committee and Partner Jonathan Foster is the current Chair.

American Institute of CPAs – Davis Farr LLP and the firm’s Partners are members of the American Institute of CPAs (AICPA). The AICPA develops standards for audits, provides educational guidance materials to its members, and monitors and enforces compliance with the profession’s technical and ethical standards.

CSMFO – The Partners of Davis Farr LLP are members of the California Society of Municipal Finance Officers (CSMFO), the statewide organization serving all California municipal finance professionals. Firm personnel regularly attend CSMFO Chapter Meetings and Conferences. The Partners of Davis Farr LLP are frequent presenters on accounting and auditing technical topics at Chapter Meetings and Conferences. Davis Farr has presented at many of the annual CSMFO conferences.

GFOA – The Government Finance Officers Association (GFOA) enhances and promotes the professional management of governmental financial resources by identifying, developing, and advancing fiscal strategies, policies, and practices for the public benefit. The Partners of Davis Farr LLP are members of the Certificate of Achievement Program’s Special Review Committee. The Committee reviews Annual Comprehensive Financial Reports submitted to GFOA for the Excellence in Financial Reporting Award Program.



Section B – Qualifications and Related Experience

Davis Farr LLP is a leader in the local government sector throughout the Southern California Area. Currently, we service approximately 70 local, state, and federal government entities. Davis Farr LLP services routinely provided to our clients include, but are not limited to:



Our government expertise includes Cities, Special Districts, and other Governmental entities. Among the government agencies that the professionals of Davis Farr LLP have served recently are the following:

- Cucamonga Valley Water District
- Hass Avocado Board
- Irvine Ranch Water District
- Leucadia Wastewater District
- Los Angeles LAFCO
- Marin LAFCO
- Metropolitan Water District of Southern CA
- Municipal Water District of Southern CA
- Orange County LAFCO
- Orange County Sanitation District
- Otay Water District
- Oxnard Housing Authority
- Placer County Water Agency
- Ramona Municipal Water District
- Rancho California Water District
- San Bernardino LAFCO
- Salton Sea Authority
- San Diego County Water Authority
- San Diego Association of Governments
- San Juan Water District
- Santa Cruz LAFCO
- Santa Barbara LAFCO
- Santa Margarita Water District
- Santa Rosa Regional Resources Authority
- Soquel Creek Water District
- Tahoe Regional Planning Agency
- Tahoe Transportation District
- Vallecitos Water District
- Valley Sanitary District
- Ventura Regional Sanitation District
- Vista Irrigation District
- Yucaipa Valley Water District

Section C – Client References

For your convenience, we have listed below references for audit work currently being performed by Davis Farr LLP personnel for several similar government agencies throughout Southern California.

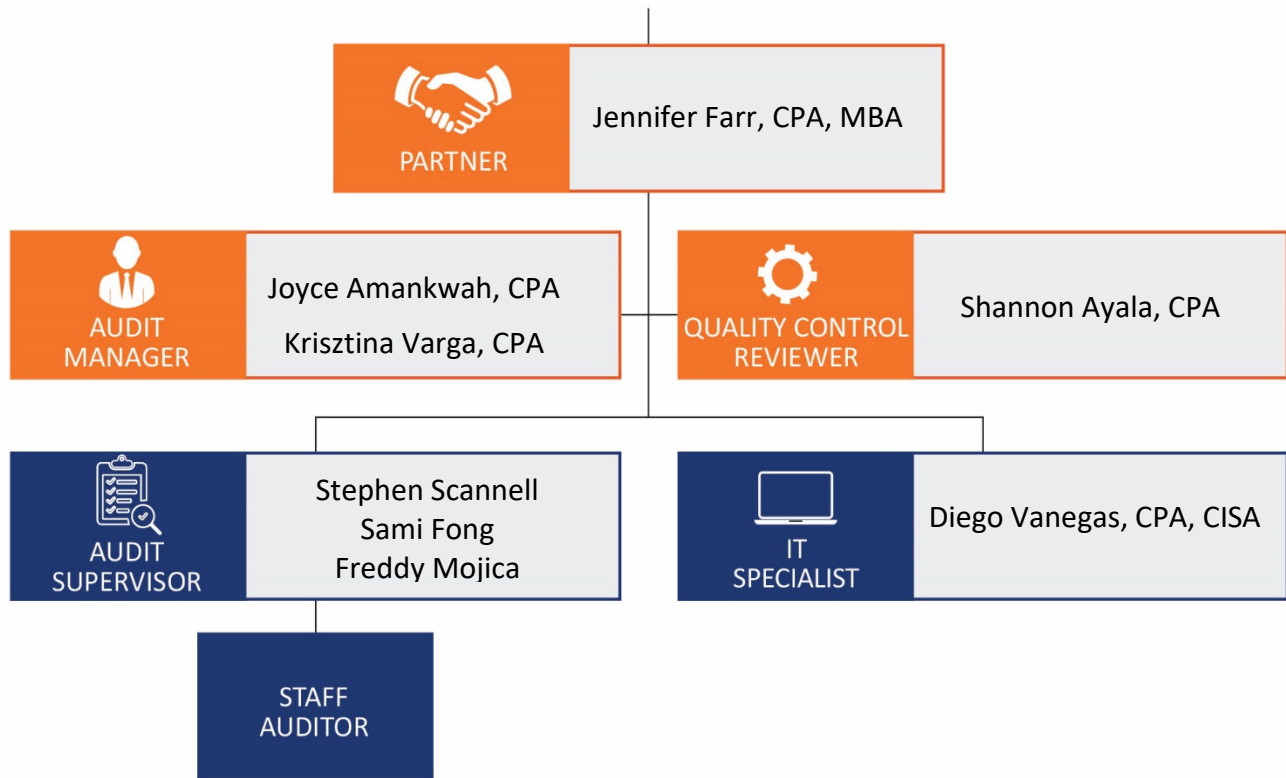
CLIENT 1	Santa Cruz LAFCO 701 Ocean St Santa Cruz, CA Joe Serrano, Executive Officer 831.454.2055 joe@santacruzlafco.org	<i>Scope: Financial Statement Audit</i> Link to last year's audit report <i>Davis Farr presents the results to the Commission when requested</i>	90 Hours
CLIENT 2	Santa Barbara LAFCO 105 E Anapamu St Santa Barbara, CA Mike Prater, Executive Officer 805.568.3391 lafco@sblafco.org	<i>Scope: Financial Statement Audit</i> Link to last year's audit report <i>Davis Farr presents the results annually to the Commission remotely on periodic basis</i>	100 Hours
CLIENT 3	Marin LAFCO 1401 Los Gamos Dr San Rafael, CA Jason Fried, Executive Officer 415.578.2304 jfried@marinlafco.org	<i>Scope: Financial Statement Audit</i> Link to last year's audit report <i>Davis Farr presents the results annually to the Commission remotely on periodic basis</i>	110 Hours

Section D – Partner, Supervisory and Staff Qualifications and Experience

The successful outcome of any audit requires personnel with the managerial and technical skills to perform the work required. The engagement team who will serve the Commissions have served together as a team of professionals on numerous financial audit examinations of local government entities. No key personnel will be removed or replaced without the prior written concurrence of the Commissions. All personnel have obtained at least 40 hours of government yellow book CPE each year (list of CPE course taken available upon request)

We believe that efficient administrative management and supervision of the audits is an extremely critical factor in achieving the desired results for the Commissions. In that regard, our proposal organizational structure for providing independent auditing services is as follows:

LAFCO



Section E – Audit Approach

Davis Farr plans and conducts our engagements in the most efficient manner possible, and our audit approach is unique with regard to the following:

- Our firm is sensitive to the priorities and work requirements of our clients. We work around the schedules of our clients when scheduling segments of the audit or requesting documentation in order to minimize disruption of the Commissions staff and to complete the audit in a timely manner.
- Whenever possible, we use accounting support already prepared by the Commissions staff to avoid duplication or unnecessary requests for audit supporting schedules. Typically, we request support for balance sheet items, the year ending trial balance and cash and long-term debt confirmations.
- Our firm’s expertise is in governmental auditing. Our auditors are GASB experts and skilled at addressing audit issues that are specific to local governments. You will not spend time training our personnel.
- When formulating internal control recommendations, we obtain a thorough understanding of the specific circumstances at the Commissions to provide a tailored, practical recommendation.
- Throughout the year we are a resource to our clients in providing accounting advice, researching technical questions, dealing with tax problems, and helping with other problems as they arise.

Audit Software - We utilize CaseWare audit software for the electronic copy of the Commissions workpapers. We have the ability to accept audit documentation in either hard copy or electronic format. CaseWare allows us the ability to import trial balances that can be provided in either excel or a text document. Some of the benefits of using CaseWare trial balance software are as follows:

- We create our own lead sheets (i.e., analytical review comparison schedules). This limits the amount of time finance staff spends creating audit schedules. Our software automatically generates analytical review reports by account number for ease of analyzing significant fluctuations between fiscal years.
- We can link the financial statement schedules directly to the CaseWare trial balances. As a result, we can provide the Commissions with financial statements almost immediately after receiving the trial balance from the Commissions. Additionally, journal entries are easy to post to the financial statement schedules and the risk of data entry error is minimized.
- We can provide the Commissions with reports showing the grouping of the financial statement schedules for ease of review by the Commissions staff. These reports show each account grouped to a specific financial statement line item as well as journal entries that are posted during the audit.

Data Mining Software - We have a dedicated team of personnel trained to use special data mining software, IDEA. Our software uses source data from your accounting system to search for anomalies, such as duplicate or voided checks, cross-referencing vendor addresses with employee addresses, detecting accounting transactions recorded on the weekend, and reviewing journal entry postings for unauthorized individuals. The IDEA software identifies specific transactions for the auditors to review for potential fraud or error.

Internal Control Evaluation - Our approach to evaluating internal controls involves observation and inquiry. We spend time with the personnel responsible for the accounting cycles to gain an understanding of the processes. We also carefully evaluate your policies and procedures. After our initial evaluation, we identify key controls in your processes and design test to evaluate the effectiveness of those processes. In the initial year of the audit, we will focus on the following accounting cycles:

- Billing and cash receipting
- Capital assets
- Purchase and disbursements
- Payroll
- Investment and cash controls
- Information systems

In future years, we will review the accounting cycles noted above but also look at other processes such as credit card transactions, petty cash, inventory controls, offsite cash receipting, employee reimbursements, contract compliance, and other areas. Our goal is to modify our audit approach every year to further evaluate your internal controls.

Audit Stage	Procedures Performed
Planning and Inquiry	<p>During the planning phase of the audit, we plan to perform the following procedures:</p> <ul style="list-style-type: none"> ✓ Meet with finance personnel to obtain an understanding of significant transactions during the year. ✓ Communicate with the Commission regarding fraud, compliance with laws, and any concerns they have regarding the finances of the Commissions. ✓ Perform internal control evaluations as noted on the previous page. ✓ Determine materiality levels that will be used in selecting audit transactions. ✓ Perform a risk assessment to develop the audit plan for the year. ✓ Review minutes of the Commission meetings. ✓ Review important new contracts, bond documents, and agreements. ✓ Evaluate compliance with investments. ✓ Test purchase orders and contract management. ✓ Test a sample of cash disbursements to determine adherence to policies and internal controls. ✓ Perform a review of the Commissions’s information systems and controls. ✓ Provide a GASB Update and templates for implementing new accounting standards including the upcoming lease accounting standard.
Year-End Testing	<p>After the books are closed and ready for audit, we will perform our year-end procedures which include the following:</p> <ul style="list-style-type: none"> ✓ We will confirm 100% of all cash and investment balances and test market values provided by your investment custodians or the County. ✓ We will test for proper cutoffs of accounts receivable. ✓ We will test additions and deletions to capital assets. We will review depreciation expense for reasonableness. ✓ Evaluate leases for right-of-use accounting and lease liabilities. ✓ We will test current liabilities and perform a search for unrecorded liabilities. ✓ We will review unearned revenue balances for proper cutoffs. ✓ We will test the balances of accrued payroll and employee related liabilities. ✓ We will confirm long-term debt with independent parties, when applicable. ✓ Testing of actuarial valuations and calculations related to pension and OPEB obligations and disclosures under GASB 68 and 75. ✓ Ensure compensated absences is recorded in accordance with GASB 101. ✓ Evaluation of claims and judgments payable. ✓ Testing of restrictions and classifications of net position. ✓ Tie out of revenue to the approved Apportionment Schedule. ✓ Test revenues from fees for reasonableness. ✓ Test the reasonableness of interest income, realized, and unrealized gains/losses on investments. ✓ Analytically and substantively test revenues and expenses reported in the financial statements. ✓ Compare budgeted expenses to actuals. ✓ We will incorporate an element of unpredictability every year that will focus on an audit area that is not typically considered a high or significant risk area such as petty cash, credit card purchases, new vendors, travel expenses, etc. <p>The aforementioned tests are only a few of the tests performed during the examination and by no means is it meant to be all inclusive. During the final stage of the audit, we will meet with Finance staff to review our audit findings and any adjusting journal entries.</p>

Audit Stage	Procedures Performed
Completion of the Audit and Preparation of Financial Statements	<p>The nature and extent of the work required is dependent on our assessment of the likelihood of misstatements in the financial statements together with our conclusions from the planning and testing stages of the audit. All of the audit information is then used to reach a conclusion on whether the financial statements taken as a whole conform with generally accepted accounting principles.</p> <ul style="list-style-type: none"> ✓ We will review significant events after year end. ✓ We will review attorney letters for significant legal matters. ✓ We will prepare the Commissions’s Financial Statements ✓ We will meet with the Commission to present the audit results, as requested.

Section F – Implementation of New GASB Pronouncements

The Commissions will be required to implement the following accounting standards during the upcoming fiscal years. Part of our service to you includes consulting on these new auditing standards. A sampling of significant new GASB pronouncements planned or proposed for local governments that will impact the Commissions are listed below:

GASB 103: Financial Model Improvements

This statement changes the presentation requirements of Management’s Discussion & Analysis, defines Unusual or Infrequent Items, and makes substantial changes to the presentation of Proprietary Fund financial statements. The standard will be effective for the fiscal year ending June 30, 2026.

GASB 104: Disclosures of Certain Capital Assets

This statement requires certain types of capital assets to be disclosed separately in the capital assets note, and also requires additional disclosures for capital assets held for sale. The standard will be effective for the fiscal year ending June 30, 2026.

Section G – Scope of Work

Our understanding of the objectives and scope of the work to be performed is as follows:

Deliverable	Procedures Performed
<i>Los Angeles, Orange, San Bernardino, and San Diego Local Agency Formation Commissions</i>	Financial Statement Audit in accordance with Generally Accepted Accounting Principles, Government Auditing Standards. We will prepare the Basic Financial Statements based on the information provided to us during the audit. Management is responsible for the preparation of Management’s Discussion & Analysis.
<i>Internal Control Letter</i>	We will prepare a letter to the Commission reporting matters dealing with internal control that meet the threshold of being a significant deficiency or material weakness, as defined by the Codification of Auditing Standards.
<i>Communication with Those in Governance</i>	We will prepare a letter to the Commission summarizing the audit results in accordance with the Codification of Auditing Standards.
<i>Presentation of Audit Results</i>	If requested, we will meet with the Commission to present the results of the audit.
<i>Annual GASB Update</i>	We will conduct an annual GASB Update for our clients. Our clients can obtain the training free of charge.
<i>General Consultation</i>	Finally, we perceive the scope of our work as being advisors to the Commissions regarding generally accepted accounting principles. Throughout the year, the management and other finance personnel of the Commissions will have access to us to seek advice in the application of generally accepted accounting principles, advice regarding debt issuance, financial statement presentation, new accounting standards, and other matters.

Section H – Proposed Timing of Audits for FY 25/26

The following timeline is proposed for the Los Angeles and Orange Local Agency Formation Commissions, subject to client approval:

June 2026	Early September 2026	September 2026	Early October 2026
<ul style="list-style-type: none"> • Audit planning • Request list published 	<ul style="list-style-type: none"> • Start of audit fieldwork • Preparation of draft financial statements 	<ul style="list-style-type: none"> • Draft of financial statements provided for review • Final audit procedures 	<ul style="list-style-type: none"> • Finalize audit • Schedule presentation to Commission in November 2026

The following timeline is proposed for the San Diego and San Bernardino Local Agency Formation Commissions, subject to client approval:

June 2026	September 2026	October 2026	November 2026
<ul style="list-style-type: none"> • Audit planning • Request list published 	<ul style="list-style-type: none"> • Start of audit fieldwork • Preparation of draft financial statements 	<ul style="list-style-type: none"> • Draft of financial statements provided for review • Final audit procedures 	<ul style="list-style-type: none"> • Finalize audit • Schedule presentation to Commission

Section I – Fees

The following is our estimate of the hours by professional classification required to perform the audit:

Classification	Los Angeles, Orange, and San Diego LAFCO	San Bernardino LAFCO
<i>Partner</i>	8	8
<i>Manager</i>	12	12
<i>Audit Senior</i>	60	50
<i>Staff Auditor</i>	20	20
Total	100	90

The following are our fixed fees for the four years ending June 30, 2026 through 2029.

Entity	2026	2027	2028	2029
Los Angeles LAFCO	\$ 12,350	\$ 12,720	\$ 13,100	\$ 13,620
Orange LAFCO	\$ 12,350	\$ 12,720	\$ 13,100	\$ 13,620
San Bernardino LAFCO	\$ 11,000	\$ 11,330	\$ 11,670	\$ 12,140
San Diego LAFCO	\$ 12,350	\$ 12,720	\$ 13,100	\$ 13,620

To extend our services in future years, our fixed fees would then be limited to 4% increases per year unless the scope of work is substantially changed. You will not be billed for routine consultations on accounting issues.

APPENDIX





Report on the Firm's System of Quality Control

To the Partners of
DAVIS FARR LLP
and the Peer Review Committee of the California Society of CPAs

We have reviewed the system of quality control for the accounting and auditing practice of Davis Farr LLP (the firm) in effect for the year ended May 31, 2025. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants (Standards).

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a system review as described in the Standards may be found at www.aicpa.org/prsummary. The summary also includes an explanation of how engagements identified as not performed or reported on in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

Firm's Responsibility

The firm is responsible for designing and complying with a system of quality control to provide the firm with reasonable assurance of performing and reporting in conformity with the requirements of applicable professional standards in all material respects. The firm is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported on in conformity with the requirements of applicable professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

Peer Reviewer's Responsibility

Our responsibility is to express an opinion on the design of and compliance with the firm's system of quality control based on our review.

Required Selections and Considerations

Engagements selected for review included engagements performed under *Government Auditing Standards*, including compliance audits under the Single Audit Act and examination of a service organization (SOC 1 engagement).

CPAs ■ Advisors

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Peer Review Report
Page 2 of 2

As part of our peer review, we considered reviews by regulatory entities as communicated by the firm, if applicable, in determining the nature and extent of our procedures.

Opinion

In our opinion, the system of quality control for the accounting and auditing practice of Davis Farr LLP in effect for the year ended May 31, 2025, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Davis Farr LLP has received a peer review rating of *pass*.

GYL LLP

Ontario, California
September 19, 2025



RESUMES





Jennifer Farr, CPA, MBA

Partner

Ms. Farr will serve as the Partner on this audit. She will oversee the project to ensure all required deadlines are met, provide technical assistance to the audit teams, review audit reports and workpapers, and meet with those in governance to present the audit results. Ms. Farr is a Certified Public Accountant with over 20 years of experience in local government auditing. Ms. Farr is a frequent speaker and author on matters pertaining to technical accounting and audit issues including new GASB pronouncements.

Employment History

- Davis Farr LLP – Founding Partner
- Shareholder – National CPA Firm

Education

- Bachelor of Arts - Business Administration / Accounting (California State University, Fullerton)
- Bachelor of Arts - English (California State University, Fullerton)
- Master of Business Administration

Licenses / Registrations

- California CPA Certificate No. 76292, October 1998

Professional Affiliations & Awards

- California Society of Certified Public Accountants
- Government Accounting & Auditing Committee
 - Member and past Chair of Committee
- California Society of Municipal Finance Officers
- American Institute of Certified Public Accountants
- Government Finance Officers Association
 - Financial Review Committee

AUDITS OF SPECIAL DISTRICTS AND SPECIAL PURPOSE GOVERNMENTS

- | | |
|---|--|
| ✓ Coachella Valley Assoc of Governments | ✓ Rancho California Water District |
| ✓ Cucamonga Valley Water District | ✓ Salton Sea Authority |
| ✓ Eastern Municipal Water District | ✓ San Diego Association of Governments |
| ✓ Inland Empire Utilities Agency | ✓ San Diego County Water Authority |
| ✓ Irvine Ranch Water District | ✓ Santa Rosa Regional Resources Auth |
| ✓ Leucadia Wastewater District | ✓ South Coast Water District |
| ✓ Los Angeles Homeless Services Authority | ✓ Southern CA Association of Governments |
| ✓ Mesa Water District | ✓ Sweetwater Authority |
| ✓ Middle Fork Financing Authority | ✓ Vallecitos Water District |
| ✓ Moulton Niguel Water District | ✓ Vista Irrigation District |
| ✓ Orange County Sanitation District | ✓ Walnut Valley Water District |
| ✓ Orange County Water District | ✓ West Basin Municipal Water District |
| ✓ Placer County Water Agency | ✓ Yucaipa Valley Water District |

AUDITS OF LAFCOs

- | | |
|---------------------|------------------------|
| ✓ Orange LAFCO | ✓ Riverside LAFCO |
| ✓ Los Angeles LAFCO | ✓ San Bernardino LAFCO |
| ✓ Imperial LAFCO | ✓ San Diego LAFCO |



Shannon Ayala, CPA

Quality Control Partner

Ms. Ayala will serve as the Quality Control Partner on this audit. She will act as an independent quality control reviewer to ensure the quality and accuracy of the audit results and audit workpapers in accordance with Government Auditing Standards. Ms. Ayala is a Certified Public Accountant with over twenty years of audit experience, spending most of that time on audits for local governments in San Diego County. Ms. Ayala has performed financial statement audits of cities and special districts; grant specific audits of funds awarded by Federal, state, and county governments; Single Audits in accordance with Uniform Guidance,

and compliance audits.

Employment History

- Davis Farr LLP – Since 2015
- National CPA Firm – 10 years
- Lennar Homes – 2 years

Education

- Bachelor of Science - Accounting (San Diego State University)

Licenses / Registrations

- California CPA Certificate No. 88126

Professional Affiliations & Awards

- American Institute of Certified Public Accountants
- California Society of Certified Public Accountants
- California Society of Municipal Finance Officers

AUDITS OF GOVERNMENTAL AGENCIES

- | | |
|--|--|
| ✓ City of Carlsbad | ✓ Marin LAFCO |
| ✓ City of Coronado | ✓ North County Dispatch JPA |
| ✓ City of Del Mar | ✓ Otay Water District |
| ✓ City of Encinitas | ✓ Ramona Water District |
| ✓ City of Poway | ✓ Rancho California Water District |
| ✓ City of Solana Beach | ✓ San Diego County Water Authority |
| ✓ City of Santee | ✓ San Diego Association of Governments |
| ✓ City of Vista | ✓ Santa Barbara LAFCO |
| ✓ Coachella Valley Association of Gov't | ✓ Santa Cruz LAFCO |
| ✓ Coachella Valley Conservation Commission | ✓ Santa Fe Irrigation District |
| ✓ Desert Community Energy | ✓ Valley Center Municipal Water District |
| ✓ Imperial County LAFCO | ✓ Vista Irrigation District |



Krisztina Varga, CPA

Manager

Ms. Varga will serve as the manager on this engagement. She will be responsible for managing the engagement, providing technical assistance, reviewing reports, and supervising staff. Ms. Varga has 8 years of audit experience, spending the majority of that time on audits for non-profits and local government. The types of audits Ms. Varga has been involved in include financial audits of non-profits, cities and special districts; grant specific audits of funds awarded by Federal, state, and county governments; and Single Audits in accordance with OMB Circular A-133.

Employment History

- Davis Farr LLP – Since 2017
- Inveco USA – 2012-2017

Education

- Bachelor of Arts in Business Administration/Accounting (California State University, San Marcos)

Licenses / Registrations

- California CPA Certificate No. 145505

AUDITS OF SPECIAL DISTRICTS

- | | |
|-------------------------------------|--|
| ✓ Community Colleges of Spokane | ✓ Rincon Del Diablo Municipal Water District |
| ✓ Cascadia College | ✓ San Diego Association of Governments |
| ✓ Eastern Municipal Water District | ✓ San Diego County LAFCO |
| ✓ Encinitas Ranch Golf Authority | ✓ San Diego County Water Authority |
| ✓ Julian Community Service District | ✓ San Diego County of Emergency Services |
| ✓ Imperial County LAFCO | ✓ San Diego Geographic Information Source |
| ✓ Leucadia Wastewater District | ✓ San Dieguito River Park Valley JPA |
| ✓ Otay Water District | ✓ Santa Rosa Regional Recourses Authority |
| ✓ Placer County LAFCO | ✓ Santa Fe Irrigation District |
| ✓ Peninsula College | ✓ Yucaipa Valley Water District |
| ✓ Rancho California Water District | ✓ Valley Center Municipal Water District |
| ✓ Ramona Municipal Water District | |

AUDITS OF NON-PROFITS

- | | |
|------------------------------|---|
| ✓ Family YMCA of the Desert | ✓ San Diego Children's Discovery Museum |
| ✓ Just Keep Livin Foundation | ✓ San Diego Futures Foundation |

AUDITS OF LOCAL GOVERNMENTS

- | | |
|-------------------------|------------------------|
| ✓ City of Carlsbad | ✓ City of Santee |
| ✓ City of Encinitas | ✓ City of Solana Beach |
| ✓ City of Indian Wells | ✓ City of Vista |
| ✓ City of Laguna Niguel | ✓ County of San Diego |
| ✓ City of Poway | |



Joyce Vondee Amankwah, CPA

Manager

Ms. Amankwah will serve as the manager of this engagement. She has been conducting financial statement audits, reviews, agreed-upon procedures, and compilations for over six years. Her engagements include nonprofits, and governmental entities such as cities, counties, special districts, and state agencies. She has performed financial and compliance audits of federal awards in accordance with Uniform Guidance, and her single audit experience includes programs from the Department of Health and Human Services, Department of Children and Family Services, Department of Housing and Urban Development, and a variety of other agencies.

Employment History

- Davis Farr LLP – Since December 2024
- Citrin Cooperman LLP, Maryland – 2022 - 2024
- Eide Bailly LLP – 2019 -2022
- Green Hasson Janks– 2017 -2018

Education

- Bachelor of Science in Accountancy & Finance (California State University, Northridge)

Licenses / Registrations

- California Certified Public Accountant (CPA) (License Number: 148989)

Professional Affiliations & Awards

- American Institute of Certified Public Accountants
- California Society of Certified Public Accountants

AUDITS OF GOVERNMENTAL AGENCIES

- | | |
|--------------------------------|---|
| ✓ City of Rancho Mirage, CA | ✓ First 5 California, Los Angeles, CA |
| ✓ City of Whittier, CA | ✓ First 5 California, Riverside, CA |
| ✓ City of Walnut, CA | ✓ Riverside County, CA |
| ✓ City of Jurupa Valley, CA | ✓ Temple City, CA |
| ✓ City of Paramount, CA | ✓ Omnitrans, CA |
| ✓ County of San Bernardino, CA | ✓ Ventura Council of Governments, CA |
| ✓ County of Ventura, CA | ✓ North County Transit District, CA |
| ✓ County of San Bernardino, CA | ✓ San Diego Emergency Services Organization |

AUDITS OF NON-PROFITS

- | | |
|---|---|
| ✓ Therapeutic Living Centers for the Blind, CA | ✓ Boys and Girls Club of Laguna Beach, CA |
| ✓ Norton Simon Museum, CA | ✓ Visit Huntington Beach, CA |
| ✓ Community Action Partnership of SB County, CA | ✓ Irvine Adult Day Health Services Inc., CA |
| ✓ Baker Institute of Children with Hearing Loss, CA | ✓ Ayn Rand Institute |



Stephen Scannell

Supervisor

Mr. Scannell will serve as the in-charge on this engagement. He will be the main point of contact for the staff. He will be responsible for providing technical assistance, reviewing reports, and supervising staff. Mr. Scannell has 9 years of audit experience. Mr. Scannell has spent time on audits for non-profits and federal and local government engagements. The types of audits Mr. Scannell has been involved in include financial audits of non-profits, cities and special districts; grant specific audits of funds awarded by Federal, state, and county governments; Single Audits in accordance with Uniform Guidance; Federal Compliance Audits; and State Compliance Audits.

Employment History

- Davis Farr LLP – Since 2015
- Seven years at a National CPA Firm

Education

- Bachelor of Science in Accounting
(Biola University)

AUDITS OF LOCAL, STATE & FEDERAL GOVERNMENTS

- | | |
|-----------------------------------|---|
| ✓ City of Avalon ¹ | ✓ City of Upland |
| ✓ City of Commerce | ✓ Commonwealth of Kentucky |
| ✓ City of El Segundo | ✓ Center for Medicare and Medicaid Services |
| ✓ City of Fontana ¹ | ✓ Oxnard Housing Authority |
| ✓ City of South Gate ¹ | ✓ Ventura Housing Authority |

AUDITS OF SPECIAL DISTRICTS

- | | |
|--|--|
| ✓ Cucamonga Valley Water District | ✓ Local Agency Formation Commission, Orange County |
| ✓ Eastern Municipal Water District | ✓ Puente Basin Water Agency |
| ✓ Los Angeles Interagency Police Apprehension Crime Task Force | ✓ San Bernardino Municipal Water |
| ✓ Laguna Beach County Water District | ✓ Slope Water Company |
| ✓ Local Agency Formation Commission, Los Angeles County | ✓ Walnut Valley Water District |
| | ✓ West Basin Municipal Water District |

AUDITS OF INSTITUTIONS OF HIGHER EDUCATION

- | | |
|---------------------------------------|----------------------------|
| ✓ Cascadia College | ✓ Lower Columbia College |
| ✓ Community Colleges of Spokane | ✓ Olympic College |
| ✓ Columbia Basin College | ✓ Peninsula College |
| ✓ Edmonds College | ✓ Seattle Colleges |
| ✓ Lake Washington Technical Institute | ✓ Wenatchee Valley College |
| ✓ Walla Walla Community College | |



Freddy Mojica

Senior Auditor

Mr. Mojica has seven years of audit experience, including the last 3 years in public accounting. Most of his public accounting audit background is in non-profits, counties, and local government engagements. The types of audits Mr. Mojica has been involved in are financial audits of non-profits, cities, counties, and other governmental organizations; agreed upon procedures; and Single Audits in accordance with Uniform Guidance. Before working in public accounting, Mr. Mojica spent four years as a Tax Auditor for the State of California.

Employment History

- Davis Farr LLP – March 2024 - Present
- CliftonLarsonAllen – 3 years
- State of California – 4 years

Education

- Bachelor of Arts in Business Admin. with Accounting Concentration (California State University, Fullerton)

AUDITS OF LOCAL GOVERNMENTS

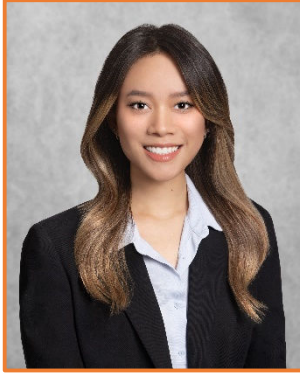
- | | |
|---------------------|-------------------------|
| ✓ City of Pasadena | ✓ City of Camarillo |
| ✓ City of Santa Ana | ✓ City of Cerritos |
| ✓ City of Alhambra | ✓ City of Colton |
| ✓ City of Banning | ✓ City of Glendale |
| ✓ City of La Habra | ✓ City of Westminster |
| ✓ City of Vernon | ✓ City of Monterey Park |

AUDITS OF SPECIAL DISTRICTS

- | | |
|---------------------------------|---|
| ✓ Mesa Water District | ✓ Western Municipal Water District |
| ✓ El Toro Water District | ✓ OC Mosquito and Vector Control District |
| ✓ Midway City Sanitary District | |

AUDITS OF NON-PROFITS

- | | |
|-------------------------------|-------------------------------|
| ✓ Catalina Island Conservancy | ✓ Trinity Youth Services |
| ✓ Meals on Wheels OC | ✓ Rose Bowl Operating Company |
| ✓ Hass Avocado Board | ✓ Caterina's Club |
| ✓ Mind OC | |



Sami Fong

Senior Auditor

Ms. Fong will serve as the in-charge on this engagement. She will be the main point of contact for the staff. She will be responsible for supervising the staff. Ms. Fong has two years of audit experience, including the last year in public accounting. Ms. Fong has spent time on audits for non-profits, local government, and federal government engagements. The types of audits Ms. Fong has been involved in include: financial audits of non-profits, cities and water districts, and federal compliance.

Employment History

- Davis Farr LLP – 2023 - Present

Education

- Bachelor of Arts in Economics
(University of California, Irvine)

AUDITS OF LOCAL GOVERNMENTS

- ✓ Orange County Local Agency Formation Commission
- ✓ San Bernardino Local Agency Formation Commission
- ✓ City of Rancho Santa Margarita
- ✓ City of Newport Beach
- ✓ City of Costa Mesa

AUDITS OF SPECIAL DISTRICTS

- ✓ Rancho Santa Margarita Water District
- ✓ Fairfield-Suisun Sewer District
- ✓ Yucaipa Valley Water District

AUDITS OF NON-PROFITS

- ✓ Ayn Rand Institute
- ✓ KidWorks
- ✓ Visit Greater Palm Springs
- ✓ Radiant Health Centers
- ✓ Shanti of Orange County
- ✓ Beverly Hills Conference & Visitors Bureau

AUDITS OF FEDERAL COMPLIANCE

- ✓ Centers for Medicare and Medicaid Services (CMS)
- ✓ Orange County Community Resources (OCCR) Fiscal Monitoring Services



Diego Vanegas, CPA, CISA, CITP

Partner

Mr. Vanegas will serve as the IT Specialist on the engagement. Mr. Vanegas, CPA, CISA, CITP has over 16 years of progressive governmental accounting and audit experience, including extensive compliance audit experience for governmental and non-profit agencies. He has been involved in financial/compliance audits, internal control audits and assessments, operational/performance audits, and cost proposal analysis/price reviews for various governmental agencies. Mr. Vanegas has served in many capacities depending on the size and requirements of the engagements. He has participated in audits of federal agencies such as NSF, CMS, and CNCS, among others. Additionally, Mr. Vanegas has been involved in agreed-upon-procedures and audit engagements of state/local agencies. These engagements have often combined both financial and compliance aspects of the audit as well as Information Technology (IT). Furthermore, he has strong internal control audit experience through the performance of System and Organization Control examinations of the internal controls of service organizations, as well as knowledge of Government Auditing Standards, Office of Management and Budget (OMB) Circular A-87 and the Federal Acquisition Regulations (FAR).

Employment History

- Davis Farr LLP: Partner – January 1, 2018 – Present
- Davis Farr LLP: Manager – June 2015 – December 31, 2017
- Top 10 National CPA Firm – May 2005 - June 2015

Education

- Bachelor of Science in Business Administration, with an emphasis in Accounting (California State University - Los Angeles)
- Bachelor of Science in Computer Information Systems, with an emphasis in Business Systems (California State University - Los Angeles)

Licenses / Registrations

- CA CPA Certificate No. 113040
 - Certified Information Systems Auditor
 - Certified Information Technology Professional, No. 3298
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