COUNTY OF ORANGE
INTERNAL AUDIT DEPARTMENT

OFFICE OF THE DIRECTOR

Integrity
Objectivity
Independence

PETER HUGHES
Ph.D., MBA, CPA, CIA, CFE, CITP
DIRECTOR

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Audit No. 2508

June 2, 2005

TO: David E. Sundstrom
Auditor-Controller

Attention: Jim McConnell, Assistant Auditor-Controller, Central Operations

SUBJECT: Report on Review of the Statement of Assets
Held by the County Treasury as of March 31, 2005

Per our agreement, attached is a copy of our Report on Review of the Statement of Assets Held by the County Treasury as of March 31, 2005 (Audit No. 2508).

As Director of the Internal Audit Department, I make a monthly audit status presentation to the Board of Supervisors (BOS) where I detail any significant and material audit findings released in reports during the prior month. Accordingly, the results of this review will be included in a future summary to the BOS.

Respectfully submitted,

Peter Hughes, Ph.D., CPA
Director, Internal Audit

/PH:cg

Attachment

Other recipients of this audit report:
Members, Board of Supervisors
Members, Audit Oversight Committee
Thomas G. Mauk, County Executive Officer
Darlene J. Bloom, Clerk of the Board of Supervisors
John M. W. Moorlach, Treasurer-Tax Collector
Paul Gorman, Deputy Treasurer
Emily Lin, Treasurer Accounting/Compliance Manager
Foreman, Grand Jury

INTERNAL AUDIT DEPARTMENT
COUNTY OF ORANGE

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REPORT ON REVIEW OF THE STATEMENT OF ASSETS HELD BY THE COUNTY TREASURY

AS OF 3/31/05

AUDIT NUMBER: 2508 **REPORT DATE: May 31, 2005**

Audit Director: Peter Hughes, Ph.D., CPA
Deputy Director: Eli Littner, CPA, CIA
Audit Manager: Alan Marcum, MBA, CPA
In-Charge Auditor: Camille Gackstetter, CPA
Senior Auditor: Dan Melton, CPA

REPORT ON REVIEW OF THE STATEMENT OF ASSETS HELD BY THE COUNTY TREASURY

AS OF 3/31/05

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Transmittal Letter

Audit No. 2508

May 31, 2005

Members, Board of Supervisors
Hall of Administration Building
10 Civic Center Plaza
Santa Ana, CA 92701

SUBJECT: Report on Review of the Statement of Assets Held by the County Treasury, As of March 31, 2005 (Audit No. 2508)

At the request of the Auditor-Controller, we have completed our Review on the Statement of Assets held by the County Treasury as of March 31, 2005.

As the Director of Internal Audit Department, I make a monthly audit status presentation to your Board where I detail any significant and material audit findings released in reports during the prior month. Accordingly, the results of this review will be included in a future summary to the Board.

Sincerely,

Peter Hughes, Ph.D., CPA
Director

Other recipients of this report:
- Members, Audit Oversight Committee
- Thomas G. Mauk, County Executive Officer
- David E. Sundstrom, Auditor-Controller
- Jim McConnell, Assistant Auditor-Controller, Central Operations
- Foreman, Grand Jury
- Darlene J. Bloom, Clerk of the Board of Supervisors
- John M. W. Moorlach, Treasurer-Tax Collector
- Paul Gorman, Deputy Treasurer
- Emily Lin, Treasurer Accounting/Compliance Manager

The Internal Audit Department is an independent audit function reporting directly to the Orange County Board of Supervisors.

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INDEPENDENT AUDITOR'S REPORT

Audit No. 2508

May 31, 2005

Members, Board of Supervisors
Hall of Administration Building
10 Civic Center Plaza
Santa Ana, CA 92701

Pursuant to Government Code 26920(a), we have reviewed the accompanying Statement of Assets Held by the County Treasury as of March 31, 2005 (financial statement) in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in this financial statement is the representation of the management of the Treasurer's Office.

A review consists principally of inquiries of Treasury personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, with the exception of the matter described in the following paragraph, we are not aware of any material modifications that should be made to the accompanying financial statement prepared on the cash basis, as modified, which is a comprehensive basis of accounting other than United States generally accepted accounting principles.

Management has elected to omit all disclosures ordinarily included in a financial statement prepared on the cash basis, as modified. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the Treasurer's assets. Accordingly, this financial statement is not designed for those who are not informed about such matters.

This report is intended for the information of the management of the County of Orange Auditor-Controller. However, this report is a matter of public record and its distribution is not limited.

Sincerely,

Peter Hughes, Ph.D., CPA
Director, Internal Audit

The Internal Audit Department is an independent audit function reporting directly to the Orange County Board of Supervisors.

Statement of Assets Held by the County Treasury as of March 31, 2005

OFFICE OF THE TREASURER-TAX COLLECTOR

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GARY J. COWAN
ASSISTANT TREASURER-TAX COLLECTOR

PAUL C. GORMAN, C.P.A., CTP
DEPUTY TREASURER

WALTER DANIELS
DEPUTY TAX COLLECTOR

VICKIE PAZANTI
DEPUTY TREASURER-TAX COLLECTOR
ADMINISTRATION

CLARISSA ADRIANO-CERES
DEPUTY TREASURER-TAX COLLECTOR
INFORMATION TECHNOLOGY

BRETT R. BARBRE
DEPUTY TREASURER-TAX COLLECTOR
PUBLIC INFORMATION OFFICER

STATEMENT OF ASSETS HELD BY THE COUNTY TREASURY
AS OF MARCH 31, 2005

ASSETS

	County Pool	Educational Pool	Non-Pooled	Total
CASH				
Cash on Hand	$ 38,714	$ -	$ -	$ 38,714
Demand Accounts	37,093,016	16,843,872	26,112	53,963,000
Total Cash	37,131,730	16,843,872	26,112	54,001,714
INVESTMENTS, stated at cost				
Orange County Investment Pool:				
Money Market Fund	2,179,911,364			2,179,911,364
Extended Fund	919,011,289			919,011,289
Orange County Educational Pool:				
Money Market Fund		1,925,913,248		1,925,913,248
Extended Fund		550,000,000		550,000,000
Non-pooled			65,389,791	65,389,791
Total Investments	3,098,922,653	2,475,913,248	65,389,791	5,640,225,692
TOTAL ASSETS	**$ 3,136,054,383**	**$2,492,757,120**	**$ 65,415,903**	**$ 5,694,227,406**

John M. W. Moorlach, C.P.A., CFP®
Treasurer-Tax Collector