COUNTY OF ORANGE
INTERNAL AUDIT DEPARTMENT

Integrity • Objectivity • Independence

Office of the Director
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AUTUMN MCKINNEY
CPA, CIA, CGFM
AUDIT MANAGER

Audit No. 2509

August 31, 2005

TO: David E. Sundstrom
Auditor-Controller

Attention: Jan Grimes, Assistant Auditor-Controller, Central Operations

SUBJECT: Report on Review of the Statement of Assets
Held by the County Treasury as of June 30, 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 June 30, 2005 (Audit No. 2509).

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

Attachment

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

INTERNAL AUDIT DEPARTMENT
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REPORT ON REVIEW OF THE STATEMENT OF ASSETS HELD BY THE COUNTY TREASURY

AS OF 6/30/05

AUDIT NUMBER: 2509 **REPORT DATE: August 29, 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

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

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

AS OF 6/30/05

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Transmittal Letter

Audit No. 2509

August 29, 2005

TO: Members, Board of Supervisors

FROM: Peter Hughes, Ph.D., CPA, Director
Internal Audit Department

SUBJECT: Report on Review of the Statement of Assets Held by the County Treasury, As of June 30, 2005

At the request of the Auditor-Controller, we have completed our Review on the Statement of Assets held by the County Treasury as of June 30, 2005.

Other recipients of this report:
- Members, Audit Oversight Committee
- Thomas G. Mauk, County Executive Officer
- David E. Sundstrom, Auditor-Controller
- Jan Grimes, Assistant Auditor-Controller, Central Operations
- John M. W. Moorlach, Treasurer-Tax Collector
- Paul Gorman, Deputy Treasurer
- Emily Lin, Treasurer Accounting/Compliance Manager
- Foreman, Grand Jury
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INDEPENDENT AUDITOR'S REPORT

Audit No. 2509

August 29, 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 June 30, 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

OFFICE OF THE TREASURER-TAX COLLECTOR

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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 JUNE 30, 2005

ASSETS

	County Pool	Educational Pool	Non-Pooled	Total
CASH				
Cash on Hand	$ 83,812	$ -	$ -	$ 83,812
Demand Accounts	13,386,262	5,218,336	59,633	18,664,231
Total Cash	13,470,074	5,218,336	59,633	18,748,043
INVESTMENTS, stated at cost				
Orange County Investment Pool:				
Money Market Fund	1,963,271,023			1,963,271,023
Extended Fund	968,515,720			968,515,720
Orange County Educational Pool:				
Money Market Fund		2,021,684,587		2,021,684,587
Extended Fund		550,000,000		550,000,000
Non-pooled			66,816,110	66,816,110
Total Investments	2,931,786,743	2,571,684,587	66,816,110	5,570,287,440
TOTAL ASSETS	**$ 2,945,256,817**	**$ 2,576,902,923**	**$ 66,875,743**	**$ 5,589,035,483**

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