

**EXTERNAL AUDIT ACTIVITY**  
**Quarterly Status Report**  
**1st Quarter FY 04-05**

Pursuant to Audit Oversight Committee Administrative Procedure Number 2, Reporting on External Audits, County Departments/ Agencies governed by the Board of Supervisors are required to notify the Internal Audit Director of all third party audit activity. The procedure was established to keep the Audit Oversight Committee informed of all third party audits being performed and any significant findings identified.

The schedule below identifies the status of external audits as of 9/30/04, as reported to us by the Departments/Agencies. The schedule also includes any significant findings noted as a result of the external audits.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Assessor</b>	State Board of Equalization	All Assessment Practices	Every 5 Years	1999	Compliance with legal requirements and sampling of property valuation data.	Planned, but not started.	
<b>Auditor-Controller</b>		<b><u>Financial Reporting</u></b>					
	State Controller's Office	SB90 Mandate Handicapped and Disabled Students	FY 00-01 and 01-02	FY 97-98 and 98-99	Program and SB90 claim audit.	In process. Entrance held on 10/18/04. (This audit is also noted under HCA- Behavioral Health.)	
	Macias, Gini & Company LLP	Comprehensive Annual Financial Report	FYE 6/30/04 Annually	FYE 6/30/03	All Funds, GAAP Compliance & financial	In progress.	
	Macias, Gini & Company LLP	Single Audit Report	FYE 6/30/04 Annually	FYE 6/30/03	OMB A-133 Expenditures of Federal Assistance	In progress.	
	Macias, Gini & Company LLP	OCJP Programs	FYE 6/30/04 Annually	FYE 6/30/03	In accordance with OCJP Grant Audit Programs	In progress. (This audit is also noted below under District Attorney & Public Defender.)	
	Macias, Gini & Company LLP	Tobacco Settlement Revenue (TSR) Fund	FYE 6/30/04	FYE 6/30/03	Agreed upon procedures	In progress. (This audit also noted under HCA and Sheriff.)	

<p><b>Item 10</b> AOC Meeting 12/15/04</p>
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Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Auditor-Controller (Cont'd.)</b>	State Controller's Office	Sexually Violent Predators-SB90 mandate audit (Consolidated claims include costs for Public Defender, District Attorney & Sheriff.)	FY 00-01, 01-02, and 02-03	First time.	SB90 Mandated Costs Parameters and Guidelines	In process. Entrance conference held 6/22/04 between SCO, Public Defender, Sheriff & A-C staff. (Audit also noted below under Public Defender and Sheriff.)	
	State Controller's Office (SCO)	Absentee Ballots Ch. 77/78 (Registrar of Voters)	FY 01-02, 02-03	First Time	SB90 Mandated Costs Parameters & Guidelines	In progress. Exit conference held 7/20/04. Waiting for draft report. (Audit also appears below under the Registrar of Voters.)	Unallowable costs were offset by unclaimed allowable costs. Registrar will file amended claims to recover additional allowable costs.
		<b><u>Tax Unit</u></b>					
	State Controller's Office Division of Audits	Property Tax Apportionment & Allocation Systems	7/1/99 - 6/30/02 Tri-annual	7/1/96 - 6/30/99	Property Tax Apportionment and Allocation Systems	Exit conference held in January 2003. Waiting for draft report.	Finding regarding Supplemental Costs.
	Macias, Gini & Company LLP	Teeter Agreed Upon Procedures Audit	FYE 6/30/04 Annually	FYE 6/30/03	Agreed upon procedures per Teeter bond documents.	Waiting for final report.	
		<b><u>Collections</u></b>					
	State of California	Trial Court.	7/1/98 - 6/30/03	December 1999	Court Revenues	Final report not yet received.	
		<b><u>CEO/Public Finance Accounting</u></b>					
	Macias, Gini & Company LLP	Special Financing Authority (Teeter Prog.)	FYE 6/30/04 Annually	FYE 6/30/03	Full financial audit of the operations of the Special Financing Authority for the 03-04 fiscal year.	In progress.	
<b>Child Support Services</b>	Macias, Gini & Co., LLP	Child Support Enforcement Program	Every 3 yrs. FYE 6/30/04	FYE 6/30/01	Part of Single Audit. To ensure compliance with Child Support Program requirements.	In progress.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Child Support Services (Cont'd.)</b>	Macias, Gini & Co., LLP	County Single Audit – Federal Programs	Every 3 years.	2001 (Prior audit 1998)	To ensure compliance with Child Support Program requirements.	<i>This audit is the same audit listed above as "Child Support Enforcement Program," therefore, it will be deleted from the next quarter report.</i>	
	Federal Auditor Glen Branson	Data Reliability – Case Information and Reporting on CS157 Report	Annually	3/9/04	To ensure accuracy of data in the computer system and accuracy of the Federal/Annual State Statistical Reports (CS157).	Planned, but not started.	
	DCSS	Annual Performance Review	Annually	9/30/03	To ensure compliance with state and federal program regulations.	Planned, but not started.	
<b>Clerk of the Board of Supervisors</b>	No audits in progress.						
<b>County Clerk- Recorder</b>	No audits in progress.						
<b>County Counsel</b>	No audits in progress.						
<b>County Executive Office</b>	State of California	Trial Court and other areas.	Possibly 7/1/98 - 6/30/03	Possibly December 1999	Court Revenues	2 draft reports completed. Waiting for final report.	
<b>District Attorney</b>	Kenneth M. Landon	SB 90 Mandate: Sexually Violent Predators	2001, 2002, 2003 (randomly)	N/A	Compliance with all aspects of the SB 90 parameters and guidelines in preparation and submission of claims.	In progress. Fieldwork complete.	
	State Controller	AB 1913 – School Mobile Assessment Resource Team Prog.	Unknown	N/A	Program is administered by the Probation Dept. Grant Award Period:7/1/03 - 6/30/04	Planned, but not started.	
	State Controller	AB 1913 – Truancy Response Team Prog.	Unknown	N/A	Program is administered by the Probation Dept. Grant Award Period:7/1/03 - 6/30/04	Planned, but not started.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>District Attorney (Cont'd.)</b>	Macias, Gini & Co., LLP	CALGANG Enhancement Project GV 02 01 0300	7/1/03- 6/30/04 Annually	New Program	Program Audit per State OHS/OES' requirement. Grant Award Period: 7/1/03 - 6/30/04	Planned, but not started.	
	Macias, Gini & Co., LLP	C-FIC Anti-Money Laundering Grant Program, Grant No. 2001 DD BX 0073	7/1/03- 6/30/04 Annually	12/03 (Single Audit)	Program Audit per Federal requirement. Grant Award Period: 1/1/02 - 9/30/04	Planned, but not started.	
	Macias, Gini & Co., LLP	COPS Technology, Grant No. 2002 CK WX 0038	7/1/03- 6/30/04 Annually	N/A (New Program) (Covered by Single Audit)	Program Audit per Federal requirement. Grant award period: 10/1/01-3/31/04.	Planned, but not started.	
	Macias, Gini & Co., LLP	Community Pride Reclaimed (CPR), Grant No. GV 01 01 7208	7/1/03- 6/30/04 Annually	N/A	Program Audit per State OH/OES' requirement. (Grant is administered by La Habra Police Dept.) Grant Award Period: 7/1/03 - 6/30/04.	Planned, but not started.	
	Macias, Gini & Co., LLP	Community United for Fullerton Safety (CUFFS), Grant No. GV 01 01 1765	7/1/03- 6/30/04 Annually	N/A	Program Audit per State OHS/OES' requirement. (Grant is administered by Fullerton Police Dept.) Grant Award Period: 7/1/03 - 6/30/04	Planned, but not started.	
	Macias, Gini & Co., LLP	Domestic Violence Reduction Team, Grant No. 2002 WE BX 0011	7/1/03- 6/30/04 Annually	N/A (New Program) (Covered by Single Audit)	Program Audit per Federal requirement. (Grant is administered by Westminster Police Department.) Grant Award Period: 9/1/02-8/31/04.	Planned, but not started.	
	Macias, Gini & Co., LLP	Educational Services, Grant No. PR 01 A1 0300.	7/1/03- 6/30/04 Annually	N/A (New Program) (Covered by Single Audit)	Program Audit per State OCJP's requirement. (Pass-through monies.) Grant Award Period: 7/1/01 - 6/30/04	Planned, but not started.	
	Macias, Gini & Co., LLP	High Tech Crime, Grant No. PR 01 01 0300.	7/1/03- 6/30/04 Annually	N/A (New Program) (Covered by Single Audit)	Program Audit per State OCJP's requirement. (Pass through monies.) Grant Award Period: 7/1/01- 6/30/04.	Planned, but not started.	
	Macias, Gini & Co., LLP	Juvenile Offender Accountability Prog. (JAIBG). Grant No. IP 02 B1 0300	7/1/03- 6/30/04 Annually	12/03 Single Audit	Program Audit per Federal requirement. Grant Award Period: 6/30/03-6/29/04.	Planned, but not started.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>District Attorney (Cont'd.)</b>	Macias, Gini & Co., LLP	Orange County Methamphetamine Lab-Investigation, Grant No. DC 03 16 0300.	7/1/03- 6/30/04 Annually	12/03 Single Audit	Program Audit per Federal Requirement. (Grant is administered by Sheriff Dept.) Grant Award Period: 7/1/03-6/30/04.	Planned, but not started.	
	Macias, Gini & Co., LLP	Strategies in Community Prosecution. Grant No. 2001-PP-CX-0014.	7/1/03- 6/30/04 Annually	12/03 Single Audit	Program Audit per Federal Requirement. Grant Award Period: 1/1/02-12/31/03.	Planned, but not started.	
	Macias, Gini & Co., LLP	Trackers, Grant No. PR 01 B1 0300	7/1/03- 6/30/04 Annually	N/A (New Program) (Covered by Single Audit)	Program Audit per State OCJP's requirement. (Pass through monies.) Grant Award Period: 7/1/01- 6/30/04.	Planned, but not started.	
	Macias, Gini & Co., LLP	Vertical Prosecution Program (MNVP, CCPP, CAVP, SRVP), Grant No. VP 03 01 0300	7/1/03- 6/30/04 Annually	11/03	Program audit per State OHS/OES' requirement. Grant Award Period: 7/1/03-6/30/04.	<i>(This audit combines the four audits noted below; therefore, it will be deleted in the next quarterly report.)</i>	
	Macias, Gini & Co., LLP	Career Criminal Prosecution Program (CCPP) (Augmented)	FYE 6/30/04 Annually	FYE 6/30/03	Expenditures and grant compliance.	Have not started	
	Macias, Gini & Co., LLP	Major Narcotic Vendors Prosecution Program (MNVP)	FYE 6/30/04 Annually	FYE 6/30/03	Expenditures and grant compliance.	Have not started	
	Macias, Gini & Co., LLP	Statutory Rape Vertical Prosecution Program (SRVP)	FYE 6/30/04 Annually	FYE 6/30/03	Expenditures and grant compliance.	Have not started	
	Macias, Gini & Co., LLP	Child Abuser Vertical Prosecution Program (CAVP)	FYE 6/30/04 Annually	FYE 6/30/03	Expenditures and grant compliance.	Have not started	
<b>Health Care Agency</b>		<b>Behavioral Health</b>					
	State Dept. of Mental Health	Annual Review Protocol for Consolidated Specialty Mental Health Services and Other Funded Svcs.	2000-01 Annually	2000	Program/financial review	Audit completed. Waiting for draft report.	
	Mooreland & Associates	Latino Psychology & Social Services	7/1/01 – 4/04		Program review.	In process.	Undocumented and unallowable costs totaling \$91,000.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Health Care Agency (Cont'd.)</b>	State Dept. of Mental Health	Annual Review Protocol for Consolidated Specialty Mental Health Services and Other Funded Services	2001-02 Annually	2001	Program/financial review	Audit completed. Waiting for draft report.	
	State Controller's Office	SB90 Handicapped & Disabled Students	FY 00/01 and 01/02		Program and SB90 claim audit.	Fieldwork ongoing as of 11/8/04. (Audit also noted under A/C.)	
	State Controller's Office	SB90 Handicapped & Disabled Students	1997-98 1998-99	N/A	Program Review	Final report received on January 2, 2003.	Remaining disallowances total approximately \$1.8 million. County is still disputing these disallowances and is pursuing legislative remedies. Legislation (SB1058) was passed in 10/03 that will prohibit the SCO from reducing the federal funds being allocated to the County in FY 03-04 (through the Department of Education) by the amount of the audit. <i>For further information, please contact Denise Steckler, Claim &amp; Financial Reporting Manager, HCA Accounting at 714/834-7407.</i>
	State Department of of Mental Health (DMH)	Short-Doyle Medi-Cal Cost Report	1998-1999 Annually	2003	Cost Report Audit	State DMH issued the final audit report on 2/25/04.	Audit findings totaled \$1,976,900. The audit is still pending. HCA appealed the findings and the Informal Hearing took place on 8/12/04. The County and State agreed to work together to come to some amicable resolution by 11/15/04. HCA is currently working with the State DMH auditor to resolve the audit findings. <i>For further information, please contact Denise Steckler, Claim &amp; Financial Reporting Manager, HCA Accounting at 714/834-7407.</i>
	State Dept. of Mental Health	Annual Review Protocol for Consolidated Specialty Mental Health Services and Other Funded Services	2003-04 Annually	2003	Program/financial review	Planned, but not started.	
	State Dept. of Mental Health	Short-Doyle Medi-Cal Cost Report	1999-2000 Annually	2003	Program Review	Fieldwork postponed until 1/05.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Health Care Agency (Cont'd.)</b>	State Dept. of Mental Health	Short-Doyle Medi-Cal Cost Report	1997-1998 Annually	2002	Cost Report Audit	Audit report issued May 5, 2003.	Informal Hearing with DHS held on 10/8/03. Agreement on all but one adjustment was reached. County submitted to the auditors a schedule documenting our MH 1984 Cost Report schedule. Per a phone call from the State auditors in 2/04, they have accepted all documentation and the entire cost report as submitted. However, the Position Paper has not been received, nor have the funds from the State been returned. Another email was sent to the auditors on 4/14/04 requesting a copy of the letter. <i>For further information, please contact Denise Steckler, Claim &amp; Financial Reporting Manager, HCA Accounting at 714/834-7407.</i>
	HHS Office of the Inspector General	Medicare Billing for HCA-Behavioral Health.	1/1/95 to 12/31/97	None	Medicare billing practices and eligibility for payment reimbursement.	Settlement discussions taking place. Dollar amount is indeterminate. Hoping to resolve next year.	
	Macias, Gini & Company	Alcohol & Drug Abuse Program Cost Report	FYE 6/30/04	FYE 6/30/01	For Single Audit.	Auditors doing fieldwork.	
		<b>CEO</b>					
	Macias, Gini & Company	Tobacco Settlement Revenue (TSR) COCCC Subrecipient	FYE 6/30/04 Annual	FYE 6/30/03	Financial Review – Agreed Upon Procedures. (Part of “all funds” audit contract.)	In process. (This audit is also noted under A/C and Sheriff.)	
	Macias, Gini & Company	Tobacco Settlement Revenue (TSR) Coalition of Orange County Community Clinics (COCCC) Subrecipient	FYE 6/30/03	FY 1/2002- 4/2003	Financial Review – Agreed Upon Procedures.	Completed.	<ol style="list-style-type: none"> <li>1. Amounts did not agree between the FY 2001-02 and FY 2002-03 final cost reports and the Coalition’s general ledger.</li> <li>2. The Coalition did not have a cost allocation plan for FY 2001-02. Consequently, indirect costs and overhead charged to the Program were not supported by a cost allocation plan or any other documentation supporting amounts allocated for that fiscal year.</li> <li>3. Coalition management should finalize a comprehensive written monitoring program and submit it to HCA for approval. Potential impact: \$20,000 to \$157,000.</li> </ol>

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Health Care Agency (Cont'd.)</b>		<b><u>Environmental Health, Regulatory Health</u></b>					
	Special Audits Bureau of the State Controller's Office Division of Audits	Local Oversight Program (LOP)	7/1/01- 6/30/04	Unknown	Obtain reasonable assurance that costs claimed are allowable for reimbursement. Transactions are examined on a test basis to support the amounts claimed.	Planned, but not started.	
		<b><u>Public Health</u></b>					
	Department of Health Services	Women, Infants and Children Program (WIC)	FY 2002- 2004	Unknown	Program Audit Only	Have not received final audit report.	HCA verbally told there were two findings: 1) Review with staff proper documentation regarding the drug question that is in the Integrated Statewide Information System (ISIS). Staff needs to specifically ask what is in ISIS. It is the database used to conduct WIC business. 2) Review with staff proper documentation regarding Notice of Action issued to participants being disqualified.
	Macias, Gini & Company	Women, Infants and Children Program (WIC)	FYE 6/30/04	FYE 6/30/01	For Single Audit.	In process.	
	Department of Health Services	Medi-Cal Audit of the MCH Program	FY 2002- 2003	Over 10 years.	Program and financial review.	Audit complete. Waiting for report from State.	
	Department of Health Services	Women, Infants and Children Program (WIC)	FY 2002/03	FY 01/02	Financial review.	Entrance meeting scheduled for 1/11/05.	
	Office of Inspector General	CHDP and CCS (CA Children's Services)	FY 2003- 2004	Unknown	Program review of Skilled Professional Medical Personnel (SPMP)	Planned, but not started.	
<b>Housing and Community Services Department</b>		<b><u>Orange County Housing Authority</u></b>					
	Macias, Gini & Company LLP	Orange County Housing Authority	FY 2003/04 Annually	FY 2002/03	Financial Review (Agreed upon procedures. Audit of Financial Data Schedules of OCHA for Housing Choice Vouchers & Section 8 Programs.)	In progress.	
	HUD – L.A. Field Office	Orange County Housing Authority	FY 2003/04 Annually	FY 2/002/03	Rental Integrity Monitoring	Report issued 10/12/04.	None.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Housing and Community Services Department (Cont'd.)</b>	HUD-Office of Inspector General	SHP Grant No. CA 16B802006 – Continuum of Care Coalition (Mercy House Lead Agency)	5/14/99 to 10/31/00			Report issued 5/9/01. Contact person stated this audit has not been finalized.	HCS sent a letter to HUD dated 11/19/01 disagreeing and appealing with HUD's proposed corrective action for 7 of 13 audit findings. When HCS Accounting and Program Staff met with HUD on 03/15/01, HUD suggested the agency prepare another letter requesting "forgiveness" of certain items. A letter was prepared by HCS staff and submitted to HUD on 4/8/02. The agency is awaiting a reply from HUD. HUD-LA finally responded with a request for payment in November 2002. In February 2003, HCS responded with a disagreement toward their finding and request. HUD-LA suggested an alternative to repayment, and is allowing HCS to show Local Funds dollars used in same program year as the grant in question and used for Sinclair, eligible Supportive Housing Program activities to offset repayment. HUD has again asked for repayment.
	Macias, Gini & Company LLP	Section 8 Cluster Type A Program	FYE 6/30/04 Annually	FY 02/03	Part of Single Audit	In progress.	
		<b><u>Special Programs Administration</u></b>					
	Macias, Gini & Company LLP	Workforce Investment Act	FYE 6/30/04	FYE 6/30/01	Part of Single Audit	In progress.	
	Employment Development Dept.	Workforce Investment Act	FY 2004/05	FY 2002/03	Program and Fiscal Monitoring.	Report issued 9/7/04.	None.
		<b><u>Office on Aging</u></b>					
		No audits in progress.					
		<b><u>Community Advocacy Division</u></b>					
	Macias, Gini & Company LLP	Community Development Block Grant (CDBG)	FY 2003/04	FY 2001/02	Single Audit	In progress.	
	Macias, Gini & Company LLP	Orange County Development Agency	FY 2003/04	FY 2002/03	Financial Statements and Compliance	In progress.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Human Resources</b>		<u>Human Resources</u>					
	Cooperative Personnel Svc. – Merit Systems Svcs. (CPS)	Recruiting Classification EEO	Periodic	2003	Compare HR operations against State Merit System rules.	Response to report being prepared by HR Dept. HR Director contacted CPS regarding report findings.	In general compliance with ALMS standards as stated in LAPS, Chapter 1; Merit System Selection Rules and Appeal Procedures need to be updated.
		<u>Employee Relations</u>					
	Cooperative Personnel Svc. – Merit Systems Svcs. (CPS)	Training Performance Management	Periodic	2003	Compare HR operations against State Merit System rules.	Response to report being prepared by HR Dept. HR Director contacted CPS regarding report findings.	In general compliance with ALMS standards as stated in LAPS, Chapter 1; Merit System Selection Rules and Appeal Procedures need to be updated.
<b>Integrated Waste Management</b>	Macias, Gini & Co., LLP	IWMD Financial Statements	FYE 6/30/04 Annually	FYE 6/30/03	Financial and compliance.	In progress.	
<b>Internal Audit Department</b>	No audits in progress.						
<b>John Wayne Airport</b>	Macias, Gini & Co., LLP	JWA Financial Statements	FY 2003/04 Annually	FYE 6/30/03	Financial and compliance.	In progress.	
	Macias, Gini & Co., LLP	Airport Improvement Program, Homeland Security (Federal Financial Assistance)	FY 2003/04	FYE 6/30/03	Part of Single Audit.	<i>According to Macias, Gini &amp; Co., this program was not selected for auditing this year. It will be removed from the next quarterly report. JWA was informed.</i>	
<b>Orange County Public Library</b>	No audits in progress.						
<b>Probation</b>	California Dept. of State Controller	Accounting	4 Years	Summer 1999	Money due State of California	Audit in progress.	
<b>Public Defender</b>	State Controller's Office	Sexually Violent Predator	FY 00-01 to FY 02-03	First audit.	Reimbursement claims (3 years).	Report pending.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Public Defender (Cont'd.)</b>	Office of Criminal Justice Planning	OCJP Grant #V102010300	8/1/02 – 12/31/03	1/30/04 by Macias & Gini	Schedule of Grant Costs Claimed and Accepted.	Planned, but not started.	
<b>Resources and Development Management Department</b>	Air & Water Quality Management District	Air & Water Quality Fund 140	Periodically		Compliance and financial.	Planned, but not started.	
	Caltrans (John Warrick)	Dave Dixon Memorial Materials Lab	Ongoing	N/A	Lab and Staff Qualifications.	Ongoing	
	State Controller	Road Fund Highway Users Tax	2002/2003 Biennial	FY 97-98	Financial and compliance.	Completed, awaiting final report (projected for 1/05).	
	Thompson, Cobb, Bazilio & Assoc.	Transportation Development Act Article 3 Program	Annually	FY 1999- 2000 & 2000-01	Financial and compliance.	Planned, but not started.	
<b>Registrar of Voters</b>	Secretary of State	SB90 Mandate- Absentee Ballots	2001-2002 2002-2003	First Time	Absentee Reimbursement Claim.	Still waiting for audit report.	Adjusted Productive Hourly Rate, ICRP Rate. (Included 15 minutes for morning and afternoon break times for non- productive hours and this was disallowed by State. For ICRP, Maximus (preparers for department's ICRP) used wrong CWCAP and wrong direct and indirect cost. We also understated Salaries on FY 2002/2003 which was brought to the State Auditor's attention. An amended claim must be filed by December 31, 2004. The State owes Registrar of Voters an additional \$176,869.00 on FY 2002/03 claim. For FY 2001/02, Registrar owes the State \$5,925.)
	Macias, Gini & Co., LLP	Help America Vote Act Fund and Voter Modernization Board Fund (a.k.a. Election Reform Program)	FYE 6/30/04	New Program	Disbursement of Funds, Expenditures. Part of Single Audit.	In progress.	
<b>Sheriff-Coroner</b>	KPMG	RNSP	1/1/01- 12/31/02	N/A	Compliance audit.	Audit completed in June 2004. Waiting for the issuance of the audit report.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Sheriff-Coroner (Cont'd.)</b>	State Controller's Office	SB90 Claim for Housing Sexually Violent Predators.	7/1/00- 6/30/03	N/A	Grant compliance audit.	Audit completed in Sept. 2004. Waiting for the issuance of the audit report.	
	Macias, Gini & Co., LLP	Tobacco Settlement Revenues Fund	7/1/03- 6/30/04	August 2003	Agreed upon procedures.	Fieldwork in progress. Expect to issue report in 3/05. (Audit also listed under HCA and A/C.)	
	Los Angeles High Intensity Drug Trafficking Agency LA- HIDTA	RNSP	1/1/02 - 12/31/02	11/02	Program review of HIDTA grant.	<i>Dept. incorrectly listed this audit. This audit is being performed by KPMG. See first entry on this page. This item will be removed from the next qtrly. report.</i>	
	Conrad & Associates, LLP	Sheriff's Advisory Council	10/01/01- 9/30/02 & 10/1/02- 9/30/03		Financial Statements	<i>The Sheriff Dept. informed us they should not have submitted the Sheriff's Advisory Council as an external audit because the Council is a non-profit corporation formed for the purpose of supporting local law enforcement. It is not part of the County. This item will be removed from the next quarterly report.</i>	
	LA-HIDTA	RNSP	1/1/03 – 12/31/03; annually	1/02	Annual program review of HIDTA grant	Review completed in August. Expect to issue report before the end of calendar year 2004.	None.
	Macias, Gini & Co., LLP	Homeland Security Grant	FYE 6/30/04	New Program	Part of Single Audit	In progress.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Sheriff-Coroner Cont'd.</b>	Macias, Gini & Co., LLP	CA Cold Hit Program	FYE 6/30/04 Annually	FYE 6/30/03	Expenditures and compliance with the Grant.	Have not started	
	Macias, Gini & Co., LLP	Local Forensic Lab Improvement Program	FYE 6/30/04 Annually	FYE 6/30/03	Expenditures and compliance with the Grant.	Have not started	
	Macias, Gini & Co., LLP	Regional Law Enforcement Training Center	FYE 6/30/04 Annually	FYE 6/30/03	Expenditures and compliance with the Grant.	Have not started	
	Conrad & Associates, LLP	Drug Use is Life Abuse (fund of Orange County Sheriff's Advisory Council)	10/1/03 – 9/30/04	1/04	Financial Statements.	<i>The Sheriff Dept. informed us they should not have submitted the Sheriff's Advisory Council as an external audit because the Council is a non-profit corporation formed for the purpose of supporting local law enforcement. It is not part of the County. This item will be removed from the next quarterly report.</i>	
<b>Social Services Agency</b>		<b><u>Financial &amp; Administration</u></b>					
	Macias, Gini & Co., LLP	Food Stamps	FYE 6/30/03	FYE 6/30/01	Part of Single Audit	Completed. Report date 1/30/04.	No findings.
	California Dept. of Social Services	Food Stamps			Food Stamp Program.	In 8/04 we were notified that the State would perform a review of the Food Stamp Program. This review was to be the week of 9/20 or 9/27/04. We were not contacted either week regarding this audit.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Social Services Agency (Cont'd.)</b>		<b><u>Children &amp; Family Services</u></b>					
	Juvenile Justice Commission	Orangewood Children's Home (OCH) Group Home Facility	6/16/04	2003	On site bi-annual inspection of OCH Group Home Facility. A review of the facility, policies, and operational procedures.	Annual reports are completed by the JJC. One additional inspection will be completed prior to JJC issuing a report.	1. Deficiency with storage of dish washing chemicals. Corrected. JJC walked through again to confirm. 2. Concerns raised about the Medical Unit, Health Insurance Portability and Accounting Act (HIPAA) and confidentiality. JJC Commission members completed a follow-up visit to OCH Medical Unit and determined that youth in the waiting room are not privy to confidential information.
	Juvenile Justice Commission	Orangewood Children's Home (OCH)	Annual Inspection – Projected 4/05	2004	Unannounced inspection. This usually involves an unescorted walk-through of the facility.	Planned, but not started.	
	Community Care Licensing	Orangewood Children's Home (OCH)	Anl. Inspect. Projected for 7/04	2003	Unannounced walk-through of facility. Inspection of youth records and personnel training records.	Planned, but not started.	
	Department of Health Services	Orangewood Children's Home (OCH)	Anl. Inspect. Projected for 10/04	2003	Unannounced inspection of the OCH Medical Unit.	Planned, but not started.	
	Orange County Health Care Agency	Orangewood Children's Home (OCH)	Anl. Inspect. Projected for 11/04	2003	Unannounced walk-through of facility to monitor health issues, food services, refrigeration, lighting, etc.	Planned, but not started.	
	City of Orange Fire Department	Orangewood Children's Home (OCH)	Anl. Inspect. Projected for 2/05	2004	Unannounced fire/safety inspection.	Planned, but not started.	
	Federal Administration for Children and Families (Dept. previously noted CA Dept. of Social Services as auditor.)	Federal Adoption and Foster Care Analysis and Reporting System (AFCARS) audit.	6/04	As required.	AFCARS is a Federal tracking system to record family identifiers, and child placement identifiers, etc. Four Orange County cases have been selected for compliance review.	Pending. Orange County's four cases did well in the audit with no major issues or themes related to non-compliance.	
	Orange County, Resources & Development Management Department Stormwater Program	Fixed Facility Onsite General Inspection	8/2/04		Inspection of Fixed Facility.	Report issued 8/2/04.	Main Issues <ul style="list-style-type: none"> <li>• Rendered grease drum(s) require secondary containment and covering or placement inside.</li> <li>• Trash bins (dumpsters) must be kept closed.</li> <li>• Other maintenance items were identified to be completed on a routine basis.</li> </ul>

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Social Services Agency (Cont'd.)</b>		<b><u>Adult Services &amp; Assistance Programs</u></b>					
	California Bureau of State Audits	Medi-Cal Federal Compliance Review  Part of statewide review on federal Medicaid expenditure.	10/28/03		Federal review of two Department of Health Services Quality Control case reviews.	Completed.	Per DHS Program Review (QC) chief, no report is issued to county (2 cases reviewed). A global report is issued to legislature only.
	Dept. of Health Services	Medi-Cal Payment Accuracy Measurement project.	April 2004 - May 2004		Compliance review. 100 randomly selected cases will be reviewed: 50 for Medi-Cal Fee for service cases and 50 Medi- Cal Managed Care cases.	Pending.	
	State Department of Social Services	Food Stamps	FY 2004	5/94	Review compliance for Food Stamp case processing.	Results pending. Audit completed 9/23/04.	
	Department of Health Services (DHS)	Medi-Cal Informal MSR Review	May 2005		Evaluate processing MSR.	Results pending. Audit completed 9/23/04.	
	Department of Health Services (DHS)	Payment Accuracy Measurement Project.	April 2004		Measures the accuracy of payments made to Medi- Cal providers and health plans to minimize fraud and abuse. Includes review of County eligibility technician actions.	Completed 5/27/04.	Seven cases were found to be reviewed and 100% correct.
	State Department of Social Services	Medi-Cal	6/04	N/A	California Health and Disability Prevention (CHDP) Gateway compliance for Medi-Cal case processing.	Planned, but not started	
	Department of Health Services (DHS)	Random Sample of Medi-Cal Assistance only cases.	10/03 – 4/04		Evaluates the accuracy of the County's actions in each case chosen for review.	Report dated 6/28/04.	Eighty cases were reviewed and 95% were found to be correct.
	Department of Health Services	Medi-Cal Children's Health Disability Program (CHDP) Gateway Focused Review.	6/04 – 9/04		To determine the effectiveness of OC CHDP Gateway program compliance for children referred to new Medi-Cal applications.	Report dated 6/28/04.	Ninety-four cases were reviewed and Medi- Cal eligibility for children was correct in 98% of the cases. Required NOA 757 was not issued in 33 of 94 cases. Staffed at 6/04 Program meeting.
	CA Dept. of Aging & Dept. of Health Services	Multipurpose Senior Services Program (MSSP)	11/02 – 11/04 Every 2 yrs.	11/02	Program compliance.	Planned, but not started.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 9/30/04	Significant Findings
<b>Social Services Agency (Cont'd.)</b>		<b><u>Program Integrity</u></b>					
		No audits in progress.					
		<b><u>Human Resources</u></b>					
	Cooperative Personnel Service	Human Resources Policies and Procedures	September 2003	2 years ago	Review of policies and procedures.	This audit is listed under the Human Resources Dept. also. For current audit status and future status, please see audit under Human Resources Department.	
		<b><u>Family Self- Sufficiency</u></b>					
	Berkeley Policy Associates	CalWORKs—60 Month Time Limits Study	Fall 2003 - Fall 2005.		CalWORKs – 60 Mos. Time Limits Study to evaluate: Participant understanding of time limits (TL); Participant preparation prior to TL; Characteristics of TL participants; Effects of TL on families; County preparation and implementation of TL; Effects on CalWORKs caseload; and Effects on Child Welfare Outcomes.	In progress. Site visit and staff interviews conducted 9/17/03 – 9/19/03 with staff interviews. Client focus groups conducted 10/21/03. Worker surveys completed 10/23/03. Data currently sent on a monthly basis.	
<b>Treasurer-Tax Collector</b>	To be determined through RFP process in Fall 2004	SB 866 Compliance	Annual & Quarterly Review 12/31/04, 3/31/05, 6/30/05, 9/30/05, 12/31/05		Perform a compliance attestation examination of the County Treasury's compliance with the requirements presented in the CA Gov. Code (GC) Sections 27130 through 27137 and related provisions of the Orange County Treasurer Investment Policy Statement for the Treasury Funds.	Planned, but not started.	