

EXECUTIVE SUMMARY OF EXTERNAL AUDIT ACTIVITY

For the Quarter Ended 12/31/06

<u>SUMMARY ACTIVITY</u>	
Total Audits Prior Quarter (9/30/06)	102
Additions: In Progress	13
Planned	1
Started and Completed	4
Deletions: Canceled	2
Completed	24
Total Audits Current Quarter (12/31/06)	<u>94</u>
(In Progress, Planned, and/or Completed this Quarter)	

Results for the Quarter:

Audits Completed – Will be Deleted Next Quarter 16

New Findings/Issues Reported by the Departments 3
(3 findings from 3 audits – pgs. 5, 11 and 13 of report)

Material Issues:

Prior Quarters (pending completion): 3

1. A/C, DA, Probation, & Sheriff, pgs. 2, 4, 10 & 11 of report.
In the *SB-90 Mandate-Peace Officer's Bill of Rights* audit, the State Controller's auditors found the County claimed \$1,676,796 of which \$1,529,058 were unallowable costs. The County has not received any payments for these claims so no money will have to be paid back. Sheriff reported 92% or \$351,483 claim disallowance is consistent with state-wide audit results. The State Controller's methodology is being challenged by state and local agencies. As of 1/23/07, still waiting for the audit report.
2. HCA – Public Health, pg. 7 of report. In the *Title I Review* audit, the auditors are questioning costs of \$143K related to monitoring of contract providers. HCA is appealing. As of 1/16/07, still waiting for the audit report.

ITEM 9
AOC Meeting 3/15/07

Material Issues (Cont'd.):

Prior Quarters (Cont'd.):

3. HCA, pg. 6 of report. The *Short-Doyle Medi-Cal Costs Report* audit for FY 00-01 was deleted off the 6/30/06 External Audit Report, but was reinstated this quarter due to a revised report issued 12/26/06 by the State Department of Mental Health. Findings totaling approximately \$810,000 were appealed. The County was successful in having approximately \$393,000 reinstated.

Current Quarter:

1. A/C and HCA, pg. 5 of report. In the *SB-90 Handicapped & Disabled Students* audit, findings included disallowed costs totaling \$5,891,205 for FYs 00-01 and 01-02. County Counsel has filed a response stating that no monies will be remitted back to the State due to the State owing the County approximately \$44M for HCA unreimbursed mandated cost claims for several prior years. As of 1/16/07, still waiting for the final report.

1

Total Material Issues

4

EXTERNAL AUDIT ACTIVITY
Quarterly Status Report
2nd Quarter FY 06-07

Results: One new material finding was reported to Internal Audit this quarter.

The schedule below identifies the status of external audits as of 12/31/06, 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 12/31/06	Significant Findings
Assessor	No audits in progress.						
Auditor-Controller		<u>CEO/Public Finance Accounting</u>					
	Macias, Gini & O'Connell LLP	Special Financing Authority (Teeter Prog.)	FYE 6/30/06	FYE 6/30/05	Full financial audit of the operations of the Special Financing Authority.	Complete. Report dated 10/20/06	None
		<u>Collections</u>					
	State of California	Trial Court.	7/1/98 - 6/30/03	December 1999	Court Revenues	Final report dated 12/15/06. (This audit is also noted under the CEO, Probation, and Sheriff.)	There were ten findings for \$806,988 owed to State. A-C deferred to other departments on findings since the A-C's main responsibility was the accuracy and reasonableness of the figures provided by other depts. in remitting the appropriate amounts to the State. CEO and Sheriff did not concur with findings. Probation concurred with two findings and did not concur with one. We do not have the response from the courts. We have contacted the courts regarding payment of amount due. Courts contacted the State because the State had not recognized the response provided by the Courts on 5/3/05 and requested that the penalty not be applied for the period from May 2005 to current because the SCO failed to issue the final audit report on a timely basis. The Court is working on computations for payment.

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.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Auditor-Controller (Cont'd.)		<u>Financial Reporting</u>					
	State Controller's Office	SB90 Mandate Handicapped and Disabled Students	FY 00-01 and 01-02	FY 97-98 and 98-99	SB90 mandated costs parameters and guidelines.	As of 12/31/06, still waiting for draft report. (Audit also listed under HCA.)	Exit conference held 4/28/05. New parameters and guidelines approved in 1/06. The State is revising the audit report to reflect addition of new costs. (New finding information reported by HCA on page 5.)
	State Controller's Office (SCO)	SB90 Mandate-Peace Officer's Bill of Rights (POBAR)	FY 01-02 to FY 03-04	First audit of Program	SB90 Mandated Costs Parameters and Guidelines. (Consolidated claims include costs from Sheriff, DA, and Probation.)	In process. As of 12/31/06, waiting for audit report. (This audit also noted under DA, Probation, and Sheriff.)	Exit conference held on 3/30/06. Per the State Controller's office, County claimed \$1,676,796, audit adjustments totaled \$1,529,058 in unallowable costs. County has not received any payments for these claims so no money will have to be paid back. The departments do not dispute the findings. The State Commission on Mandates is working with counties on new Parameters and Guidelines to clarify what are allowable costs. The costs that were disallowed are consistent with other counties statewide. (See Sheriff's notes on status also.)
	State Controller's Office (SCO)	SB90 Mandate Prisoner Parental Rights (Sheriff Claim)	FY 01-02 to FY 04-05	12/02 for FY 99-00 & FY 00- 01	SB90 Mandated Costs Parameters and Guidelines.	Entrance held 12/12/05. As of 12/31/06, fieldwork has not begun. (Audit also noted under Sheriff.)	
	Macias, Gini & O'Connell LLP	Comprehensive Annual Financial Report	FYE 6/30/06 Annually	FYE 6/30/05	Compliance & Financial	Report dated 12/1/06.	None noted. Management letter in process.
	Macias, Gini & O'Connell LLP	Single Audit Report	FYE 6/30/06 Annually	FYE 6/30/05	OMB A-133 Expenditures of Federal Assistance	In process.	
	Macias, Gini & O'Connell LLP	Office of Emergency Services, Criminal Justice Program (OCJP) Grant	FYE 6/30/06	FYE 6/30/05	In accordance with OCJP Grant Audit Program	In process.	
	Macias, Gini & O'Connell LLP	Tobacco Settlement Revenue (TSR) Fund	FYE 6/30/06 Annually	FYE 6/30/05	Agreed upon procedures.	In process. (Audit also noted under HCA and Sheriff.)	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Auditor-Controller (Cont'd.)		<u>Financial Reporting Cont'd.</u>					
	Macias, Gini & O'Connell LLP	Teeter Agreed Upon Procedures Audit	FYE 6/30/07 Annually	FYE 6/30/06	Agreed upon procedures as required by Sale and Servicing Agreement.	Planned for FY 06/07, but not started.	
		<u>General Ledger</u>					
		No audits in progress.					
		<u>Property Tax</u>					
		No audits in progress.					
Child Support Services	Federal Auditor Glen Branson	Data Reliability – Case Information and Reporting on CS157. Report Prepared by Quality Assurance & Program Improvement Team	Prior federal Fiscal Year Annually	3/9/04	To ensure accuracy of data in the computer system and accuracy of the Federal/Annual State Statistical Reports (CS157).	Report issued 8/29/06.	None.
	Department of Child Support Services (DCSS) Fiscal Support Branch	Accounting Services	N/A	N/A	Review of trust fund reconciliation and supporting documentation, as well as a review of accounts receivable and documenting accounting processes and internal controls as they relate to the Child Support Trust Fund.	Report pending.	None.
	Dept. of Health & Human Services (DHHS)	Undistributed collections and fiscal reporting (CS 356). County is being audited as part of Department of Child Support Services.	N/A	N/A	Review to determine if undistributable collections and interest earned on program funds were properly reported as program income.	Exit conference held 11/29/06. Awaiting auditor's draft audit report.	Interest earned on child support budget advances, in the General Fund, was not credited to department nor reported as program income.
	Department of Child Support Services (DCSS)	Annual Performance Review	Annually	1/18/2006	Review of Program Administration. Expedited Process Tracking and Case management.	Report submitted to DCSS 12/22/06.	No significant findings. Orange County was found to be substantially in compliance with an overall score of 90.7%.
Clerk of the Board of Supervisors	No audits in progress.						

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
County Clerk-Recorder	State Fish and Game	Financial Services and Vital Records	1/1/06 – 9/30/06 Every 3 yrs.	10/24/06	Review environmental filing fee documentation procedures and validate if they were in compliance with applicable laws and regulations.	Audit completed 10/06. Waiting for final report.	None.
County Counsel	No audits in progress.						
County Executive Office	State of California	Trial Court and other areas.	Possibly 7/1/98 - 6/30/03	Possibly Dec. 1999	Court Revenues	Final report dated 12/15/06. (This audit is also noted under the A-C, Sheriff, and Probation.)	There were ten findings for \$927,624 owed to State. CEO and Sheriff did not concur with the findings. Probation concurred with two findings and did not concur with one. Do not have response from the courts. (See note under Auditor-Controller for current status on page 1.)
Dana Point Harbor	No audits in progress.						
District Attorney	State Controller	SB90 Mandate – Peace Officer’s Bill of Rights (POBAR)	FY 01-02 to FY 03-04	First audit of program	SB90 Mandated Costs Parameters and Guidelines. (Consolidated claims include costs from Sheriff, DA, and Probation.)	As of 12/31/06, waiting for audit report from State. (Audit also noted under A-C, Sheriff, and Probation.)	(See information reported by A-C on page 2.)
	Macias, Gini & O’Connell LLP	Statutory Rape Vertical Prosecution Program	FYE 6/30/06 Annually	FYE 6/30/05	Expenditures and grant compliance.	In process.	
	State of CA – Governor’s Office of Emergency Services (OES)	Vertical Prosecution Program	7/1-12/31/05	N/A	Compliance and fiscal audit.	Fieldwork completed. Audit report pending.	
	Macias, Gini & O’Connell LLP	Juvenile Offender Accountability Program (JAIBG)	7/1/05 ~ 6/30/06 Annually	12/05 (Single Audit)	Program audit per federal requirements.	Planned for FY 06/07, but not started.	
	Macias, Gini & O’Connell LLP	Project Safe Neighborhood Program	10/1/05 ~ 6/30/06 Annually	12/05 (Single Audit)	Program audit per federal requirements.	Planned for FY 06/07, but not started.	
	Macias, Gini & O’Connell LLP	DUI Vertical Prosecution Program	10/1/05 ~ 6/30/06 Annually	New Prog. (Covered by Single Audit)	Planned for FY 06/07, but not started.	Planned for FY 06/07, 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 12/31/06	Significant Findings
District Attorney (Cont'd.)	State Victim Compensation & Government Claims Board	Criminal Restitution Compact Program	To be determined.	N/A	Fiscal audit.	Planned for FY 06/07, but not started.	
Health Care Agency		<u>Behavioral Health</u>					
	State Controller's Office	SB90 Handicapped & Disabled Students	FY 00/01 and 01/02	2002	Program and SB90 claim audit.	Draft audit report was received November 2006. County Counsel prepared response. (This audit is also noted under A-C.)	Findings include disallowed costs totaling \$5,891,205 for the two years combined. The State has asked that the County return approximately \$2.6M for over claimed costs for FY 00/01. County Counsel has filed a response stating that no monies will be remitted back to the State due to the fact that the State owes the County approximately \$44M (for HCA alone) for unreimbursed mandated cost claims for several prior years. (new finding)
	State Controller's Office	SB90 Seriously Emotionally Disturbed (SED) Out of State Clients	FY 00/01 and FY 01/02	2002	Program and SB90 claim audit	Draft audit report was received in November 2006.	None.
	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.	On 11/7/06, Internal Audit received a verbal update that this audit is close to resolution. As of 12/31/06, have not received resolution.	
	State Department of Mental Health (DMH)	Short-Doyle Medi-Cal Cost Report	1998-1999 Annually	2003	Cost Report Audit	As of 12/31/06, still waiting for report.	The County is contesting one of the audit findings dealing with contract provider (PacifiCare) units of service. The County was allowed to submit a revised cost report that would allow for the units of service to be changed on the cost report. The revised cost report was submitted to the State on 1/11/05. If the State accepts the revised cost report, the State could pay back approxi- mately \$400,000 in Medi-Cal revenue.
	State Dept. of Mental Health (DMH)	Short-Doyle Medi-Cal Cost Report	2001-2002 Annually	2005	Cost Report Audit	As of 12/31/06, still waiting for draft audit report.	Findings totaled approximately \$80,000 in disallowed costs.
	Macias, Gini & O'Connell LLP	Individuals with Disabilities Education Act (IDEA)	FY 05-06	New	Part of 05-06 Single Audit	Entrance meeting on 1/3/07. In process.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Health Care Agency (Cont'd.)		<u>Behavioral Health (Cont'd.)</u>					
	State Dept. of Mental Health (DMH)	Short-Doyle Medi-Cal Cost Report	2000-2001 Annually	2004	Cost Report Audit	Audit report issued 12/23/05. Revised report issued 12/26/06.	Findings totaling approximately \$810,000 were appealed. The County was successful in having approximately \$393,000 reinstated.
	State Department of Mental Health (DMH)	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Pacific Clinics (contract provider)	FY 04/05	New	Financial Review	As of 12/31/06, waiting for audit report.	
	State Department of Mental Health (DMH)	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Aspen Community Services (contract provider - Legal Entity #00801)	FY 05/06	New	EPSDT Medical Services Billed	Audit conducted 10/23/06. As of 12/31/06, waiting for audit report.	
	State Controller's Office	SB90 Handicapped & Disabled Students	FY 02/03 ~ FY 04/05	2005	Program and SB90 Claim Audit	Entrance meeting held in 11/06. Fieldwork in progress.	
	State Controller's Office	SB90 Seriously Emotionally Disturbed (SED) Out of State Clients	FY 02/03 ~ FY 04/05	2005	Program and SB90 Claim Audit	Entrance meeting held in 11/06. Fieldwork in progress.	
	State Department of Mental Health (DMH)	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Community Service Program (contract provider-Legal Entity #00654)	FY 05/06	New	EPSDT Medical Services Billed	Audit conducted 10/9/06. As of 12/31/06, waiting for audit report.	
	State Department of Mental Health	Short-Doyle Medi-Cal Cost Report	2002-2003 Annually	2006	Cost Report Audit	Planned for FY 06/07, but not started.	
	State Department of Mental Health	Early and Periodic Screening, Diagnosis & Treatment (EPSDT)	FY 06/07	2006	Financial Review	Planned for FY 06/07, 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 12/31/06	Significant Findings
Health Care Agency (Cont'd.)		<u>Regulatory Health Services (includes Environmental Health)</u>					
	State Controller's Office (HCA formerly reported CA Environmental Protection Agency as the external auditor)	Certified Unified Program Agency (CUPA)	FY 03/04 to FY 05/06 Tri-annual	2003	Evaluation of Program	Audit Pending	
		<u>Medical & Institutional Health Services</u>					
		No audits in progress.					
		<u>Public Health</u>					
	Department of Health Services	Regional Nutrition Network (Formerly reported as Women, Infants & Children)	1/1/05- 6/30/05	New	Financial and program review.	Draft report was received in December. Waiting for final report.	None.
	Health Resources & Services Admin. (HRSA)	Title I Review	FY 2002, 2003, & 2004	Unknown	Program review.	Draft report issued. As of 12/31/06, still waiting for final report.	Questioned costs of \$143K related to monitoring of contract providers. HCA notified HRSA of appeal.
	United States Department of Agriculture (USDA)	Regional Nutrition Network	7/1/05 ~ 9/30/05	New	Financial and Program Review	Fieldwork in process.	
	Macias, Gini & O'Connell LLP	Individuals with Disabilities Education Act (IDEA)	FY 2005-06	New	For 05-06 Single Audit	<i>(HCA is now reporting this audit under Behavioral Health. This audit will be deleted next quarter.)</i>	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Health Care Agency (Cont'd.)		<u>Public Health</u> (Cont'd.)					
	Macias, Gini & O'Connell LLP	Nutrition grants under CFDA #10.561 (Food Stamps Program)	FY 2005-06	New	For 05-06 Single Audit	Fieldwork in process.	
	Macias, Gini & O'Connell LLP	Ryan White Title I	FYE 6/30/06	FYE 6/30/03	For 05-06 Single Audit	Fieldwork in process.	
	Macias, Gini & O'Connell LLP	Tobacco Settlement Revenue	FY 2005-06	FY 04-05	To ensure compliance with the Investment of National Tobacco Settlement Funds in Health and Safety Services	In process. (This audit is also under A-C and Sheriff.)	
	California Family Health Council	Title X Family Planning	1/1/04 ~ Current	FY 03-04	Financial and Program Review	Fieldwork completed. Waiting for draft audit report.	None
	State Dept. of Health Services	Childhood Lead Poison Prevention Program (CLPPP)	FY 2002-05	FY 97/98	Financial and Program Review	Report pending.	
	State Controller's Office	Woman, Infants and Children Supplemental Nutrition Program (WIC)	10/1/05 – 9/30/06	FY 04/05	Financial and Program Review	Audit is pending. Entrance meeting scheduled for 1/17/07.	
	Dept. of Health Services	Medi-Cal Payment Error Study (MPES) – Garden Grove Medical Therapy & Baden Powel in Anaheim	4/1/06 – 6/30/06	FY 03/04	Program Review	Entrance audit was conducted on 11/29/06. Waiting for Audit Report	
	Office of Homeland Security (OHS) Grants Management	State Homeland Security Grant	HS 03 and HS 04 – 7/03 through present	New	Financial and Program Review	Entrance meeting was scheduled for 1/16/07. Audit to begin in 1/07.	
	Macias, Gini & O'Connell LLP	Tobacco Settlement Revenue	FY 2006-07	FY 05/06	Financial Review/Agreed Upon Procedures	Planned for FY 06/07, but not started. (Also noted under Sheriff.)	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Housing and Community Services Dept.		<u>Orange County Housing Authority</u>					
	Macias, Gini & O'Connell LLP	Section 8 Cluster Type A Program	FYE 6/30/05 Annually	FY 03/04	Agreed upon procedures.	In process.	
	Macias, Gini & O'Connell LLP	Orange County Housing Authority	FYE 6/30/06 Annually	FYE 6/30/05	Financial Review (Agreed upon procedures Audit of Financial Data Schedules of OCHA for Housing Choice Vouchers & Section 8 Programs).	Planned for FY 06/07, but not started.	
		<u>Special Programs Administration</u>					
	Employment Development Department	Workforce Investment Act	FY 06/07	FY 05/06	Program and Fiscal Monitoring	Planned for FY 06/07, but not started.	
	Department of Labor	Workforce Investment Act – High Growth Grant	6/1/05 – 6/30/06	New	Program and Fiscal Monitoring	Report issued 10/30/06.	None.
		<u>Office on Aging</u>					
	CA Dept. on Aging	Office on Aging	FYs 01/02 to 03/04	FY 00/01	Program and Fiscal Monitoring	Fieldwork completed. As of 12/31/06, waiting for audit report.	
		<u>Orange County Development Agency</u>					
	Macias, Gini & O'Connell LLP	Orange County Development Agency Financial Statements	FYE 6/30/06	FYE 6/30/05	Financial and Compliance	Audit completed. Report dated 11/15/06.	None.
		<u>Community Advocacy Division</u>					
		No audits in progress.					
Human Resources Department	No audits in progress.						
Integrated Waste Management Department	Macias, Gini & O'Connell LLP	IWMD Financial Statements	FYE 6/30/06 Annually	FYE 6/30/05	Financial and compliance audit.	In process.	None.
Internal Audit Department	No audits in progress.						

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
John Wayne Airport	Macias, Gini & O'Connell LLP	JWA Financial Statements	FYE 6/30/06 Annually	FYE 6/30/05	Financial and Compliance	Completed audit. Report dated 11/21/06.	None.
	Macias, Gini & O'Connell LLP	Airport Improvement Program (Single Audit)	FY 06/07 Annual	6/30/06	Financial	Planned for 06/07, but not started.	
	U.S. Attorneys' Office & FAA	FAA Grant Projects	1996-2004		Financial and compliance.	In process.	
Orange County Public Library	No audits in progress.						
Probation	California Dept. of State Controller	Trial Court Accounting	4 Years	Summer 1999	Money due State of California.	Received final report dated 12/15/06. (This audit is also noted under A-C, CEO, and Sheriff.)	No significant findings. Some minor data collection and reporting method changes recommended. Probation concurs and has implemented. No fiscal impacts to Probation.
	Macias, Gini & O'Connell LLP	Temporary Assistance for Needy Families (TANF)	FYE 6/30/06	FYE 6/30/05	Part of Single Audit.	<i>(Probation did not receive any TANF funds in FYE 2006, so no audit will take place. This audit will be removed next quarter.)</i>	
	State Controller's Office (SCO)	SB90 Mandate – Peace Officer's Bill of Rights (POBAR)	FY 01-02 to FY 03-04	First audit of program	SB90 Mandated Costs Parameters and Guidelines. (Consolidated claims include costs from Sheriff, DA, and Probation.)	Draft report received. As of 12/31/06, waiting for final report. (This audit also noted under A-C, DA, and Sheriff.)	The POBAR program is currently being reviewed by the Commission on State Mandates (COSM). The SCO is currently proposing revisions to the parameters and guidelines to clarify reimbursable activities to match statute. A COSM hearing is scheduled for 10/26/06 to discuss possible revisions to the parameters and guidelines and the way in which agencies filed claims. (See A-C notes on page 2.)
	Macias, Gini & O'Connell LLP	Title IV-E Administration Claim (Foster Care Program)	FY 05/06	2003	Program and financial reporting. Single audit conducted by contract for SSA and Probation.	In process. (Audit also noted under SSA.)	
Public Administrator/ Public Guardian	No audits in progress.						

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Public Defender	No audits in progress.						
Registrar of Voters	No audits in progress.						
Resources and Development Management Department	CA Dept. of Parks & Recreation	Parks and recreation grant funding.	2001/2002	8/11/05	Grant compliance. Support documents provided starting 7/5/06.	Audit complete. Report received.	Real property was not timely capitalized. Auditor recommended prompt recording of all property in the County's capital asset accounts and notify Auditor-Controller's Office of all property acquisitions.
	Federal Hwy. Aviation & Cal-Trans District 12	American Disability Act (ADA) Process	FYE 6/30/06		Compliance to Federal and State ADA requirements.	Planned for FY 06/07, but not started.	
	OCTA	Measure M Funded Projects	FYE 2005 Annually		Revenue sources and expenditures for FY 2004/05.	Final report pending.	None.
	Macias, Gini & O'Connell LLP	Transportation Equity Act for the 21st Century Program	FYE 6/30/06	First Audit	Part of Single Audit	In process.	
Sheriff-Coroner	State Controller's Office	State Trial Court Collection of Fees, Distribution to County, County Accounting and Transfer of Distributions	7/1/98 – 6/30/03	N/A	Compliance to Government Code	Final audit report issued 12/15/06. (This audit is also under A-C, CEO, and Probation.)	SCO determined that the State Court made ineligible payments of \$530,485 to the Sheriff-Coroner Department that should be returned to the State.
	Department of Homeland Security	Homeland Security Grant – Part I and Part II	12/1/2003 – 9/30/04	N/A	Grant compliance audit. This is a national audit of programs in multiple states.	Completed. Federal Audit Manager stated they will not be issuing a report.	Federal Audit Manager said there were no significant or material findings.
	Department of Homeland Security	Domestic Preparedness Grant	5/1/2002 – September 30, 2004	N/A	Grant compliance audit. This is a national audit of programs in multiple states.	Completed. Federal Audit Manager stated they will not be issuing a report.	Federal Audit Manager said there were no significant or material findings for Orange County.
	State Controller	SB90 Mandate – Peace Officer's Bill of Rights (POBAR)	FY 01-02 to FY 03-04	First audit of program	SB90 Mandated Costs Parameters and Guidelines. (Consolidated claims include costs from Sheriff, DA, and Probation.)	As of 12/31/06, still waiting for issuance of draft report. Per SCO, report to be issued by 3/31/07. (This audit also noted under A-C, DA, and Probation.)	Ninety-two percent or \$351,483 claim disallowance per exit conference is consistent with state-wide audit results. SCO POBOR claiming methodology is being challenged by CSAC and other State and Local Agencies with the State Mandate Commission. (new finding)

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Sheriff-Coroner (Cont'd.)	State Controller's Office (SCO)	SB90 Mandate Prisoner Parental Rights (Sheriff Claim)	FY 01-02 to FY 04-05	12/02 for FY 99-00 & FY 00- 01	SB90 Mandated Costs Parameters and Guidelines.	As of 12/31/06, waiting for SCO to schedule fieldwork. (This audit also noted under A-C.)	
	Office of National Drug Control Policy (ONDCP)/ KPMG	Regional Narcotics Suppression Program (RNSP)	1/1/03 ~ 12/31/04	8/04	Grant compliance audit.	In process.	
	Macias, Gini & O'Connell LLP	Tobacco Settlement Revenue (TSR) Fund	FYE 6/30/06 Annually	FYE 6/30/05	Agreed upon procedures.	In process. (This audit is also under A-C and HCA.)	
	State Office of Emergency Services (OES)	Homeland Security Grant Program	2002 – 2004 Program years	N/A	Grant Compliance and Financial Audit	Entrance conference held 1/16/07. Waiting for OES to schedule fieldwork.	
	Los Angeles High Intensity Drug Trafficking Agency (LA- HIDTA)	Regional Narcotics Suppression Program (RNSP)	1/1/06 - 12/31/05 Annual	1/1/05 - 12/31/05	Program Review of HIDTA Grant	Planned for FY 06/07, but not started.	
	Macias, Gini & O'Connell LLP	Tobacco Settlement Revenue (TSR)	7/1/06 - 6/30/07 Annual	7/1/05 - 6/30/06 Annual	Agreed Upon Procedures	Planned for FY 06/07, but not started. (Also noted under HCA.)	
Social Services Agency		<u>Financial & Administration</u>					
	Governor's Office of Emergency Services	Child Abuse Treatment Program (CHAT)	FYE 6/30/04		Onsite visit to review contracts and finance; Parent Child Interaction Therapy (PCIT) Overview at Child Guidance Center; Tour of Corbin Family Resource Center (FRC) and Program Review Corbin FRC.	In process.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Social Services Agency (Cont'd.)		<u>Financial & Administration</u> (Cont'd.)					
	Macias, Gini & O'Connell LLP	Temporary Assistance for Needy Families (TANF)	FYE 6/30/06	FYE 6/30/05	Part of Single Audit.	In process. <i>(This audit is reported under SSA's Family Self-Sufficiency Div. and will be deleted from this Div. next quarter.)</i>	
	Macias, Gini & O'Connell LLP	Food Stamp Cluster	FYE 6/30/06	FYE 6/30/03	Part of Single Audit.	In process. <i>(This audit is reported under SSA's Adult Svcs. & Assistance Programs Div. and will be deleted from this Div. next quarter.)</i>	
		<u>Children & Family Services</u>					
	Department of Health and Human Services & CA Dept. of Social Services	Foster Care Eligibility Title IV-E Federal	10/05 – 3/31/06	2003	Review of all eligibility factors and payments issued on Foster Care cases during the review period. Statewide there were 80 cases pulled. Orange County had 3 cases pulled for review.	Findings reported verbally. Report pending.	Found in compliance on eligibility determination; fiscal compliance is unknown at this time.
	Macias, Gini & O'Connell LLP	Foster Care Program	FYE 6/30/06	FYE 6/30/03	Part of Single Audit	In process. (Audit also noted under Probation.)	
	Judicial Council: Judicial Review & Technical Assistance Project (JRTA)	Juvenile Dependency Court/Court Programs Title IV-E Federal	FY 05/06 Annual	3/05	Title IV-E review of juvenile court cases to determine if appropriate judicial orders were made to support Title IV-E funding.	Report received on 10/26/06.	None.
	Orange County Grand Jury Juvenile Svcs. Committee	Child Abuse Registry and Emergency Services	9/18/06	9/18/06	Overview of the general operations of the programs. Child deaths and drug- exposed children.	As of 12/31/06, report pending.	
	South Coast Air Quality Management District (SCAQMD)	Inspection of Orangewood Children's Home (OCH) Generator	11/30/06	No previous audit	Inspection of engine operation log and post permit.	Report received 11/30/06.	Did not comply at time of inspection. SSA needed to post the permit and maintain engine operation log. Currently in compliance. Reports were submitted to document compliance. (new finding)

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Social Services Agency (Cont'd.)		<u>Children & Family Services (Cont'd.)</u>					
	CA Dept. of Social Svcs. (CDSS)	Wraparound OC	FY 2005/06	Initial review	To assess OC implementation of SB163 Wraparound.	Planned for FY 06/07, but not started.	
	California Department of Education	OCH Nutritional and Food Reimbursement Audit.	FY 06/07	5/06	Nutritional services inspection.	Planned for FY 06/07, but not started.	
	Orange County Fire Department	Orangewood Children's Home	FY 06/07 Annual	2/06	Scheduled visit to inspect buildings and property.	Planned for FY 06/07, but not started.	
	Juvenile Justice Commission	Orangewood Children's Home	FY 06/07 Annual	7/19/05	Unannounced visit for Community Care Licensing Group Home compliance.	Planned for FY 06/07, but not started.	
	Dept. of Public Social Services	Refugee Cash Assistance	7/05	3/03	Accuracy of payment and eligibility determination.	Planned for FY 06/07, but not started.	
	Social Security Administration (SSA)	Social Security Insurance/Retirement, Survivors, and Disability Insurance (SSI-RSDI)	FY 05/06	3/02	Financial/Foster Care Eligibility – review of records, telephone interviews and site visits to caregivers with eligible children.	Planned for FY 06/07, but not started.	
	Juvenile Justice Commission	Orangewood Children's Home	FY 06/07 Annual	6/16/04	Unescorted walk-through of facility with Commission staff as deemed appropriate.	Planned for FY 06/07, but not started.	
	Grand Jury	OCH/Emergency Shelter/GH	FY 06/07 Annual	8/05	Unannounced visit to inspect buildings and property. Questions about program and procedures.	Planned for FY 06/07, but not started.	
		<u>Adult Services & Assistance Programs</u>					
	State Dept. of Social Services	Food Stamps	10/05 – 9/06	Ongoing	Review compliance with Program eligibility requirements.	<i>(This audit is the same audit noted below and will be deleted next quarter.)</i>	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Social Services Agency (Cont'd.)		<u>Adult Services & Assistance Programs (Cont'd.)</u>					
	State Dept. of Social Services USDA Food & Nutrition Svcs.	Food Stamps	Federal Fiscal Year 05/06	Ongoing	Review compliance with Program eligibility requirements.	Ongoing audit. Current accuracy rate is 95.3%.	
	Macias, Gini & O'Connell LLP	Food Stamp Cluster	FYE 6/30/06	FYE 6/30/03	Part of Single Audit. Administration of federally funded programs with incurred expenditures greater than/equal to \$300,000 during fiscal year 2005/06.	In process	
	CA Dept. of Social Services (CDSS)	Food Stamps Management Evaluation Review	06/07 Annually	9/05	Review compliance with program eligibility requirements.	Planned for FY 06/07, but not started.	
	CA Dept. of Aging	Multipurpose Senior Services Program (MSSP)	11/04 ~ 11/06	1/06	Program compliance. Scheduled for 12/4/06 ~ 12/8/06.	Planned for FY 06/07, but not started.	
	Department of Health Services (DHS)	Medi-Cal	Federal Fiscal Year 06/07	Ongoing	State Medi-Cal Performance Standards: Redetermination Processing Review.	Report received 12/11/06.	SSA was 100% compliant with performance standard.
		<u>Program Integrity</u>					
		No audits at this time.					
		<u>Family Self- Sufficiency</u>					
	Berkeley Policy Associates (Hired by CA Dept. of Social Services)	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.	As of 12/31/06, this audit is still in Progress. Site visit and staff inter-views conducted 9/17/03 – 9/19/03. Client Focus groups conducted 10/21/03. Worker surveys completed 10/23/03. Data currently sent on monthly basis. SSA was notified of delay due to data and software conversion.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 12/31/06	Significant Findings
Social Services Agency (Cont'd.)		Family Self- Sufficiency (Cont'd.)					
	Macias, Gini & O'Connell LLP	Temporary Assistance for Needy Families (TANF)	FYE 6/30/06	FYE 6/30/2005	Part of Single Audit.	Report pending.	
	Dept. of Public Social Services	Refugee Cash Assistance	7/05	3/03	Accuracy of payment and eligibility determination.	Planned for FY 06/07, but not started.	
Treasurer-Tax Collector	Moreland & Associates, Inc.	Quarterly engagement of Treasury to comply with the Investment Policy Statement and Government Code	Quarter Ended 9/30/06	6/30/06	Agreed upon procedures engagement audit.	Audit report issued.	None.
	Moreland & Associates, Inc.	Annual audit of Treasurer's compliance with CA Gov. Code Section 27130-27137.	YE 12/31/06	YE 12/31/05	Compliance Audit	In process.	
	Moreland & Associates, Inc.	Quarterly engagement of Treasury to comply with the Investment Policy Statement and Government Code	Quarter Ended 12/31/06	9/30/06	Agreed upon procedures engagement audit.	In process.	