

**EXECUTIVE SUMMARY OF EXTERNAL AUDIT ACTIVITY**  
**For the Quarter Ended 6/30/07**

<b><u>SUMMARY ACTIVITY</u></b>	
Total Audits Prior Quarter (3/31/07)	<b>90</b>
Additions: In Progress	<b>13</b>
Planned	<b>41</b>
Started and Completed	<b>5</b>
Deletions: Canceled	<b>2</b>
Completed	<b>29</b>
Total Audits Current Quarter (6/30/07)	<b><u>118</u></b>
(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 **12**  
 (12 findings from 4 audits – pgs. 10, 14, and 15 of report)

**Material Issues:** (Includes Disallowances over \$100K)

**Prior Quarters (pending completion):** **2**

1. A/C, DA, Probation, & Sheriff, pgs. 1, 4, 11 & 12 of report. In the audit of the *SB-90 Mandate-Peace Officer's Procedural Bill of Rights Program (POBOR)*, the State Controller's auditors found the County claimed \$1,676,796 of which \$95,984 is allowable and \$1,580,812 is unallowable. The unallowable costs are primarily due to ineligible activities. The County has only received \$11 so no money will be paid back. All departments do not concur, but did not dispute the findings. The disallowed costs are consistent with other statewide audit results. The State Controller's methodology is being challenged by state and local agencies. The draft report was received on 5/11/07, the A/C sent a response to the draft report on 6/7/07, and the final report was issued 6/29/07. Currently, the Commission on State Mandates is working with local government on new parameters and guidelines for allowable costs, but there is no agreement at this time. The Commission has scheduled a proposed amendment to the parameters and guidelines for its 9/27/07 hearing; however, there is speculation that the proposal may get rescheduled for the 1/08 Commission hearing. Due to little movement on a solution, cities and counties have begun discussions of a possible lawsuit. The most current information provided by A/C on 8/23/07.

**Material Issues (Cont'd.):**

**Prior Quarters (Cont'd.):**

2. A/C and HCA, pg. 2 & 5 of report. In the *SB-90 Handicapped & Disabled Students* audit, for FYs 02-03, 03-04, and 04-05, findings include approximately \$300K for costs that were double claimed in error. As of 8/22/07, HCA believes fieldwork has been completed. The exit conference is tentatively scheduled for October, but no date has been set. As of 8/23/07, HCA is waiting for the draft report.

**Current Quarter:** **0**

**Total Material Issues** **2**

**EXTERNAL AUDIT ACTIVITY**  
**Quarterly Status Report**  
**4th Quarter FY 06-07**

**Results: No new material findings were reported to Internal Audit this quarter.**

The schedule below identifies the status of external audits as of 6/30/07, 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 6/30/07	Significant Findings
Assessor	No audits in progress.						
Auditor-Controller		<b><u>CEO/Public Finance Accounting</u></b>					
	Macias, Gini & O'Connell LLP	Special Financing Authority (Teeter Program)	FY 6/30/07 Annually	6/30/06	Full financial audit of the operations of the Special Financing Authority for the 05-06 fiscal year.	Planned for FY 07/08, but not started.	
		<b><u>Collections</u></b>					
		No audits in progress.					
		<b><u>Financial Reporting</u></b>					
	State Controller's Office (SCO)	SB90 Mandate-Peace Officer's Bill of Rights (POBOR)	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.)	Received draft report on 5/11/07. Response sent 6/7/07. Final report received 7/13/07. (This audit also noted under DA, Probation, and Sheriff.)	SCO disallowed \$1,580,812 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 Probation's and Sheriff's notes on status on pages 11 and 12.)

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 6/30/07	Significant Findings
<b>Auditor-Controller (Cont'd.)</b>		<b><u>Financial Reporting (Cont'd.)</u></b>					
	State Controller's Office	SB90 Mandate Handicapped and Disabled Students	FYs 02-03 thru 04/05	FYs 00-01 and 01-02	SB90 mandated costs parameters and guidelines.	Fieldwork completed. As of 6/30/07, still waiting for draft report. (Audit also noted under HCA.)	County owes approximately \$300K for costs that were double claimed in error.
	Macias, Gini & O'Connell LLP	Comprehensive Annual Financial Report	FYE 6/30/07 Annually	FYE 6/30/06	Compliance and Financial. All Funds, GAAP.	Entrance conference held 5/9/07. Audit in process.	
	Macias, Gini & O'Connell LLP	Single audit Report OMB A-133 Expenditures	FYE 6/30/07	FYE 6/30/06	OMB A-133 Expenditures of Federal Assistance.	Entrance conference held 5/9/07. Audit in process.	
	Macias, Gini & O'Connell LLP	Tobacco Settlement Revenue (TSR) Fund	FYE 6/30/07	FYE 6/30/06	Agreed upon procedures.	Fieldwork began 6/11/07. (Also listed under HCA and Sheriff)	
	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.	In process.	
	Macias, Gini & O'Connell LLP	Office of Emergency Services	FYE 6/30/07	FYE 6/30/06	In accordance with OES Grants Audit Program.	Planned for FY 07/08, but not started.	
		<b><u>General Ledger</u></b>					
	Conrad & Associates	Orange County Transit Authority (OCTA)	6/30/06 Annual	6/30/05	OCTA funds handled by General Ledger and fees charged by General Ledger for OCTA work.	Complete	None.
	Conrad & Associates	Orange County Transit Authority (OCTA)	6/30/07 Annual	6/30/06	OCTA funds handled by General Ledger.	Planned for FY 07/08, but not started.	
		<b><u>Property Tax</u></b>					
		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 6/30/07	Significant Findings
<b>Child Support Services</b>	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. As of 6/30/07, still waiting for auditor's draft 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. As of 6/30/07, waiting for final results from DCSS.	Internal review found compliance in Program Administration, Expedited Process, and a 90.9% compliance rating in the Case Management area.
	Federal Auditor Glen Branson	Data Reliability – Annual CS157 State Statistical Report Prepared by Quality Assurance & Program Improvement Team	Prior federal Fiscal Year 05-06  Annually	2/21/07	Review of line items related to cases with support orders, paternity establishment and medical support for the Federal/Annual State Statistical Report (CS157). Line items 1, 2, 5, 6, 9, 2E, 21, and 21a.	In progress; case information packets submitted to auditor on 3/7/07.	Preliminary audit found no deficiencies. Pending results from auditor.
	Macias, Gini & O'Connell LLP	Child Support Enforcement Program	FYE 6/30/07	FYE 6/30/04	Part of Single Audit.	In process.	
	Department of Child Support Services (DCSS)	Annual Performance Review	Annually	12/22/06	To ensure compliance with state and federal program requirements.	Planned for FY 07/08, but not started.	
	Federal Auditor Glen Branson	Data Reliability – Case Information and Reporting on CS157 Report	Annually	3/7/07	To ensure accuracy of data in the computer system and accuracy of the Federal/ Annual State Statistical Reports (CS157).	Planned for FY 07/08, but not started.	
<b>Clerk of the Board of Supervisors</b>	No audits in progress.						
<b>County Clerk-Recorder</b>	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 in compliance with applicable laws and regulations.	Audit completed 10/06. Final report received 1/30/07.	None.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/07	Significant Findings
County Counsel	No audits in progress.						
County Executive Office	No audits in progress.						
Dana Point Harbor	No audits in progress.						
District Attorney	State Controller	SB90 Mandate – Peace Officer’s Bill of Rights (POBOR)	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.)	(Audit also noted under A-C, Sheriff, and Probation.)	(See information reported by A-C , Probation and Sheriff on pages 1, 11, and 12.)
	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. (Auditors reported this audit will not take place; audit will be deleted next quarter.)	
	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. (Auditors reported this audit will not take place; audit will be deleted next quarter.)	
	Macias, Gini & O’Connell LLP	DUI Vertical Prosecution Program	10/1/05 ~ 6/30/06 Annually	New Prog. (Covered by Single Audit)	Program audit per federal requirements.	Planned for FY 06/07. (Auditors reported this audit will not take place; audit will be deleted next quarter.)	
	State Victim Compensation & Government Claims Board	Criminal Restitution Compact Program	To be determined.	N/A	Fiscal audit.	Planned for FY 06/07. (Auditors reported this audit will not take place; audit will be deleted next quarter.)	
	Macias, Gini & O’Connell LLP	Statutory Rape Vertical Prosecution Program	7/1/06 – 6/30/07	6/30/06	Program audit per state requirements.	Planned for FY 07/08, 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 6/30/07	Significant Findings
<b>Health Care Agency</b>		<b><u>Administration</u></b>					
	Macias, Gini & O'Connell LLP	Tobacco Settlement Revenue (Previously reported under Public Health)	FY 2006-07	FY 05/06	Financial Review/Agreed Upon Procedures related to Tobacco Settlement Funds.	In process. (Also noted under A/C and Sheriff.)	
		<b><u>Behavioral Health</u></b>					
	State Controller's Office	SB90 Seriously Emotionally Disturbed (SED) Out of State Clients	FY 00/01~ & FY 01/02	2002	Program and SB90 claim audit.	Draft audit report received. (HCA mistakenly reported the final report was received last qtr.)	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.	As of 6/30/07, the audit is still in negotiations.	
	State Department of Mental Health (DMH)	Short-Doyle Medi-Cal Cost Report	1998-1999 Annually	2003	Cost Report Audit	As of 6/30/07, 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 Controller's Office	SB90 Handicapped & Disabled Students	FY 02/03 ~ FY 04/05	2005	Program and SB90 Claim Audit	Fieldwork completed. As of 6/30/07, waiting for audit report. (Also noted under A-C.)	(See A-C estimate of \$300K for double claimed costs in error on page 2.)
	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	Fieldwork completed. As of 6/30/07, still 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 04/05 (Previously reported as FY 05/06)	New	EPSDT Medical Services Billed	Final audit report received 12/19/06.	None.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/07	Significant Findings
<b>Health Care Agency (Cont'd.)</b>		<b><u>Behavioral Health (Cont'd.)</u></b>					
	State Department of Mental Health (DMH)	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Community Service Program (contract provider-Legal Entity #00654)	FY 04/05 (Previously reported as FY 05/06)	New	EPSDT Medical Services Billed	Final report received 12/14/06.	None.
	State Department of Mental Health	External Quality Review Organization (EQRO)	FY 06/07	1/31/06	Annual Program Review	As of 6/30/07, audit report is pending.	None known.
	Macias, Gini & O'Connell LLP	Alcohol & Drug Program	FYE 6/30/07	FYE 6/30/04	Part of Single Audit	In process.	
	State Department of Mental Health	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Olive Crest Treatment Center (contract provider) #00518	FY 05/06	5/1/06	EPSDT Medical Services Billed	Audit date 6/18/07. Audit report pending.	
	State Department of Mental Health	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Western Youth Services (contract provider) Provider #00518	FY 05/06	2/4/05	EPSDT Medical Services Billed	Audit date 6/4/07. Audit report pending.	
	State Department of Mental Health	Short-Doyle Medi-Cal Cost Report	2002/2003 Annually	2006	Cost Report Audit	Planned for FY 07/08, but not started.	
	State Controller's Office	SB90 Handicapped & Disabled Students	FY 05/06	2006	Program and SB90 Claim Audit	Planned for FY 07/08, 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 6/30/07	Significant Findings
<b>Health Care Agency (Cont'd.)</b>		<b><u>Behavioral Health (Cont'd.)</u></b>					
	State Controller's Office	SB90 Seriously Emotionally Disturbed (SED) Out of State Clients	FY 05/06	2006	Program and SB90 Claim Audit	Planned for FY 07/08, but not started.	
	State Dept. of Alcohol & Drug Programs	Substance Abuse Crime Prevention Act (SACPA)/Prop. 36	FY 02/03 ~ 04/05	2005	Program and SACPA/Prop. 36 Claim Audit	Planned for FY 07/08, but not started.	
	State Department of Mental Health	DMH Program Audit	Triennial	FY 04/05	Medi-Cal Compliance	Planned for FY 07/08, but not started.	
		<b><u>Medical &amp; Institutional Health Services</u></b>					
		No audits in progress.					
		<b><u>Regulatory Health Services (includes Environmental Health)</u></b>					
	State Controller's Office	Used Oil Block Grant Program	Cycles 8 & 9, covering FY 02/03- FY 04/05	9/03	Financial Review	Completed in 3/07. Final report issued 5/23/07.	None.
	State Controller's Office	Local Oversight Program (LOP)	7/1/04 ~ 6/30/07 Triennial	7/13/05	Financial and Program Review	Planned for FY 07/08, but not started.	
		<b><u>Public Health</u></b>					
	Department of Health Services	Regional Nutrition Network	1/1/05- 6/30/05	New	Financial and Program Review	Draft report was received in 12/06. As of 6/30/07, still 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 6/30/07, still waiting for final report.	Questioned costs of \$143K related to monitoring of contract provider. County appealed, and the Department of Health and Human Services reversed \$121K of the disallowance.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/07	Significant Findings
<b>Health Care Agency (Cont'd.)</b>		<b><u>Public Health</u></b> <b>(Cont'd.)</b>					
	U.S. Dept. of Agriculture	Regional Nutrition Network	7/1/05 ~ 9/30/05	New	Financial and Program Review	Fieldwork in process.	
	State Controller's Office	Woman, Infants and Children Supplemental Nutrition Prog. (WIC)	10/1/05 – 9/30/06	FY 04/05	Financial and Program Review	Audit report pending.	
	Dept. of Health Services (DHS)	CCS - Medi-Cal Payment Error Study – Garden Grove Medical Therapy & Baden Powel (Anaheim) Medical Therapy Units	4/1/06 – 6/30/06	FY 03/04	Program Review	Completed. No report will be issued.	None.
	Office of Homeland Security (OHS) Grants Mgmt.	State Homeland Security Grant	HS 03, HS 04 ~ 7/03 to present	New	Financial and Program Review	Final report issued on 4/16/07.	None.
	Dept. of Health Services (DHS)	Regional Nutrition Network	7/1/06- 9/30/06	New	Desk Top Review - Fiscal	Documents mailed to State on 2/21/07. As of 6/30/07, no response from State.	None known.
	Dept. of Health Services (DHS)	Nutrition Network Local Incentive Award	1/1/06 – 3/1/06	New	Financial and Program Review	Received closure letter on 5/14/07.	No financial findings.
	Macias, Gini & O'Connell LLP	Women, Infants and Children (WIC)	FYE 6/30/07	FYE 6/30/04	Part of Single Audit	In process.	
	Dept. of Health Services (DHS)	CA Children Services Division Medical Therapy Units (MTU) Recertifications	Annually	3 <sup>rd</sup> Qtr. 2006	Chart Review and Clinic Inspections	Planned for FY 07/08, but not started.	
	Dept. of Public Health Svcs./ State WIC (Women, Infants, Children) Branch	Family Health Division WIC Supplemental Nutrition Education Program	Bi-annually	4/06	Full Program Review – Clinic Observations and Document Review	Planned for FY 07/08, 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 6/30/07	Significant Findings
<b>Health Care Agency (Cont'd.)</b>		<b><u>Public Health (Cont'd.)</u></b>					
	Dept. of Public Health Svcs./ Network	Family Health Division Nutrition Network Local Incentive Award	Unknown	11/06	Follow-up Contract Manager Visit/Desk Review to Program Compliance Review	Planned for FY 07/08, but not started.	
	CA Dept. of Health Svcs./ TCM Committee	Targeted Case Mgmt. – Public Health Community Nursing	Annually with 30-day notice.	Unknown	Full Program Review	Planned for FY 07/08, but not started.	
	CA Dept. of Health Svcs.	Preventative Health Care for the Aging- Public Health Community Nursing	Annually with 30-day notice.	Unknown	Full Program Review	Planned for FY 07/08, but not started.	
	Children and Families Commission of Orange County	Prop. 10 Programs - Public Health Community Nursing	Annually with 30-day notice.	Unknown	Full Program Review	Planned for FY 07/08, but not started.	
<b>Housing and Community Services Dept.</b>		<b><u>Orange County Housing Authority</u></b>					
	Macias, Gini & O'Connell LLP	Section 8 Cluster Type A Program	FYE 6/30/05 Annually	FY 03/04	Agreed Upon Procedures	As of 6/30/07, audit still in process.	
	Macias, Gini & O'Connell LLP	HUD Section 8	FYE 6/30/07	FYE 6/30/04	Part of Single Audit	In process.	
	Macias, Gini & O'Connell LLP	Orange County Housing Authority	FYE 6/30/07	FYE 6/30/06	Financial Review (Agreed upon procedures Audit of Financial Data Schedules of OCHA for Housing Choice Vouchers & Section 8 Programs)	Planned for FY 07/08, but not started.	
		<b><u>Special Programs Administration</u></b>					
	Employment Development Department	Workforce Investment Act	FY 06/07	FY 05/06	Program and Fiscal Monitoring	Fieldwork completed. Waiting for report.	
	Macias, Gini & O'Connell LLP	Workforce Investment Act Cluster (WIA)	FYE 6/30/07	FYE 6/30/04	Part of Single Audit	In process.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/07	Significant Findings
<b>Housing Community Services Dept. (Cont'd.)</b>		<b><u>Office on Aging</u></b>					
	CA Dept. on Aging	Office on Aging	FYs 01/02 to 03/04	FY 00/01	Program and Fiscal Monitoring	Report issued 5/30/07.	Fiscal monitoring conducted by HCS Accounting staff identified \$20,282 of amounts overpaid to contractors. These amounts were repaid to the County and placed in a trust fund pending the CDA audit. CDA referred to this amount in their final report. (new finding)
	CA Dept. on Aging	Office on Aging	FY 06/07	FY 05/06	Program Monitoring	Planned for FY 07/08, but not started.	
		<b><u>Orange County Development Agency</u></b>					
	Macias, Gini & O'Connell LLP	Orange County Development Agency Financial Statements	FYE 6/30/07 Annually	FYE 6/30/06	Financial and Compliance Audit	Planned for FY 07/08, but not started.	
		<b><u>Community Advocacy Division</u></b>					
	Macias, Gini & O'Connell LLP	Community Development Block Grant (CDBG)	FYE 6/30/07	FYE 6/30/04	Part of Single Audit	In process.	
<b>Human Resources Department</b>	No audits in progress.						
<b>Integrated Waste Management Department</b>	Macias, Gini & O'Connell LLP	IWMD Financial Statements	FYE 6/30/07 Annually	FYE 6/30/06	Financial and Compliance Audit	Planned for FY 07/08, but not started.	
<b>Internal Audit Department</b>	County Auditor- Controller from County of Riverside	Orange County Internal Audit Department	7/1/04 ~ 6/30/07 Every 3 years	8/31/04 for the period 1/1/01 ~ 12/31/03	External Quality Assurance Review	Final report received 8/23/07.	None.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/07	Significant Findings
<b>John Wayne Airport</b>	U.S. Attorneys' Office & FAA	FAA Grant Projects	1996-2004		Financial and Compliance Audit	As of 6/30/07, audit still in process.	
	Macias, Gini & O'Connell LLP	JWA Passenger Facility Charge (Single Audit)	FYE 6/30/07	11/21/06	Compliance with Passenger Facility Charge Audit Guide for Public Agencies issued by the Federal Aviation Administration.	Fieldwork commenced 6/18/07. In process.	
	Macias, Gini & O'Connell LLP	Airport Improvement Program (Single Audit)	FY 06/07 Annual	Report issued 11/21/06	Compliance with U.S. Office of Management and Budget (OMB) Circular A-133.	Planned for FY 07/08, but not started.	
	Macias, Gini & O'Connell LLP	JWA Financial Statements	FYE 6/30/07 Annually	FYE 6/30/06	Financial and Compliance Audit	Planned for FY 07/08, but not started.	
	TBA (Coordinated with CEO-IT)	IT Security	TBA	None	TBA	Planned for FY 07/08, but not started.	
<b>Orange County Public Library</b>	No audits in progress.						
<b>Probation</b>	State Controller's Office (SCO)	SB90 Mandate – Peace Officer's Bill of Rights (POBOR)	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 5/11/07 and responses have been made. Anna Roach of A/C is central point of contact. (This audit also noted under A- C, DA, and Sheriff.)	Findings for Probation are as follows: <ul style="list-style-type: none"> <li>• \$191,779 claimed for unallowable activities associated with conducting investigations.</li> <li>• \$442 understated costs associated with productive hourly rates.</li> <li>• \$48 understated cost for employee who performed reimbursable activities.</li> <li>• Net disallowance: \$191,289.</li> </ul> (See A-C and Sheriff's note on status on pages 1 and 12.)
	California Department of Education	Meals Reimbursement Program	Dates tbd	2004	Program and Financial Reporting	State representatives conducted site visits and Department investigation during May. Report is pending.	
<b>Public Administrator/ Public Guardian</b>	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 6/30/07	Significant Findings
<b>Public Defender</b>	No audits in progress.						
<b>Registrar of Voters</b>	Macias, Gini & O'Connell LLP	Election Voting Equipment/Help America Vote	FYE 6/30/07		Part of Single Audit	In process.	
<b>Resources and Development Management Department</b>	OCTA	Measure M Funded Projects	FYE 2005 Annually		Revenue sources and expenditures for FY 2004/05.	Final report received 6/5/07.	None.
	Transportation Corridors Agency	Major Thoroughfare and Bridges Fees	Annual	3/1/06	Review of road fees calculated and collected for TCA.	As of 6/30/07, waiting for report.	None.
	Simpson & Simpson, CPA	Air Quality Program Reports for FYs 03/04 and 04/05	Annual	FY 01/02	Fiscal – Expenditures made in compliance with program's guidelines.	As of 6/30/07, still waiting for final report.	Expected finding of approximately \$11K for exceeding the 5% administration cap based on allocations received.
	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. (RDMD notified us this audit will not take place. It will be deleted next quarter.)	
	Transportation Corridors Agency	Road Fee Program	Annual	3/07	Fiscal – collection and submission of thoroughfare fees collected in compliance with program's guidelines.	Planned for FY 07/08, but not started.	
<b>Sheriff-Coroner</b>	State Controller's Office	SB90 Mandate – Peace Officer's Bill of Rights (POBOR)	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.)	Closed 5/11/07. State issued a draft audit report with two findings. (This audit also noted under A-C, DA, and Probation.)	County claimed \$1,676,796 which \$1,580,812 was disallowed and \$95,984 allowed.  Department responded via A/C. All departments do not concur, but did not dispute findings.  (See A-C and Probation's notes on this audit on pages 1 and 11.)
	Office of National Drug Control Policy/ KPMG	Regional Narcotics Suppression Program (RNSP)	1/1/03 ~ 12/31/04	8/04	Grant Compliance Audit	As of 6/30/07, audit is still in process. Waiting for preliminary report from KPMG.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/07	Significant Findings
<b>Sheriff-Coroner (Cont'd.)</b>	Governor's Office of Homeland Security (formerly State Office of Emergency Services)	Homeland Security Grant Program	2002 – 2004 Program years	N/A	Grant Compliance and Financial Audit	Draft report received. Pending final report.	None.
	Macias, Gini & O'Connell LLP	Tobacco Settlement Revenue (TSR) Fund	FYE 6/30/07 Annual	FYE 6/30/06	Agreed Upon Procedures	In process. (Also listed under A/C and HCA)	
	Los Angeles High Intensity Drug Trafficking Agency	Regional Narcotics Suppression Program (RNSP)	1/1/05 - 12/31/06 Annual	1/1/03 - 12/31/04	Program Review of HIDTA Grant	Planned for FY 07/08, but not started.	
	Governor's Office of Homeland Security	State Homeland Security Grant	2004 & 2005 Program Years	1/07	Grant Compliance & Financial Audit	Planned for FY 07/08, but not started.	
<b>Social Services Agency</b>		<b><u>Financial &amp; Administration</u></b>					
	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.	
	Macias, Gini & O'Connell LLP	Temporary Assistance for Needy Families (TANF)	6/30/07	FYE 6/30/06	Part of Single Audit	In process.	
	Civil Rights Bureau	Children and Family Services, Food Stamps, CalWORKs, Welfare to Work and Adult Services	7/16/07 - 7/20/07	7/10/06 – 7/13/06	Annual review conducted by the Civil Rights Bureau to ensure the County is in compliance with Civil Rights laws and regulations.	Planned for FY 07/08, 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 6/30/07	Significant Findings
<b>Social Services Agency (Cont'd.)</b>		<b><u>Financial &amp; Administration</u></b> (Cont'd.)					
	Dept. of Social Services Fraud Bureau	Income and Eligibility Verification System (IEVS) for California Work Opportunity and Responsibility to Kids (CalWORKS) and Food Stamp Programs	4/2/07 – 5/2/07	5/13/02 - 5/16/02	Evaluate the operation of County's IEVS and monitor compliance with IEVS requirements. Determine County's effectiveness in identifying and collecting CalWORKS Overpayments and Food Stamps Over Issuances.	Planned for FY 07/08, but not started.	
	Macias, Gini & O'Connell LLP	Child Welfare System Title IVB	FYE 6/30/07	Unknown	Part of Single Audit	Planned for FY 07/08, but not started.	
		<b><u>Children &amp; Family Services</u></b>					
	Orange County Grand Jury	Orangewood Children's Home (OCH)	1/11/07	9/18/06	Meeting and brief tour of the facility.	Report received 6/4/07. No follow- up visit initiated or anticipated by the Grand Jury.	Staffing ratio to children exceeds mandates; labor burden of HCA employees working at OCH is 30% of wages and indirect costs are 23% of wages plus burden; more timely placements of seriously emotionally disturbed children needed; and no recent operational performance audit of OCH. (new findings)
	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.	California passed the Title IV-E Audit. Report pending.	There is a disallowance in the report for Orange County; however, SSA showed they have repaid funds and therefore, do not owe a disallowance.
	Judicial Council of CA Administrative Office of the Courts	Title IV-E compliance for dependency and delinquency cases	3/21/07	2006	Review of Court Findings and Minute Orders. Placement court files were reviewed from one particular day for each courtroom.	Report received 4/13/07.	Detention and Permanency IV-E findings in 100% compliance; Prepermanency in 88.89% compliance; Post Permanency in 83.33% compliance.
	CA Office of the Attorney General Department of Justice (DOJ)	Live Scan of two Children and Family Services Offices and the Orangewood Children's Home	5/22/07		On site review of Live Scan of equipment and procedures.	Report received 5/22/07.	In compliance with all DOJ Live Scan terms and conditions.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/07	Significant Findings
<b>Social Services Agency (Cont'd.)</b>		<b><u>Children &amp; Family Services (Cont'd.)</u></b>					
	Orange County Grand Jury	OCH; Child Abuse Registry, (CAR); Emergency Response (ER); Child Abuse Services Team (CAST); Juvenile Court; Drug Court	2006/07		Observation and tours of CAR; ER; CAST; Juvenile Court. Interview with Children and Family Services (CFS) County Counsel; Foster Caregivers.	2006/07 Orange County Grand Jury Report "Death by Abuse: One Death Is Too Many" received 6/4/07. CFS response submitted.	<ul style="list-style-type: none"> <li>• Child Death Special Incident Reports have been effective.</li> <li>• Brochures, pamphlets, and public service announcements about CAR are not widely distributed or displayed. (new finding)</li> <li>• The current Automated Call Distribution telephone system at CAR was purchased in 1998 and has reached its end-of-life. (Automated Call Distribution System replaced 6/7/07.)</li> </ul>
	Orange County Grand Jury	Emancipation Services Program (ESP), Independent Living Program (ILP) Contracts, Youth Permanency Program		Follow up on 10/25/06. Findings related to original Grand Jury report of FY 1999- 2000.	Interviews with Dr. Michael Riley, Mike Ryan, and Bob Malmberg. Review of CSUF/SSA Housing Study completed in December 2003. Review of comparison of ILP services August 2000- March 2007.	Report received 6/6/07.	The number of ILP programs has increased. Outcome data is difficult to obtain; available reports do not present programs and outcomes together; difficult to determine the total foster youth population in any given program/percentage being served or served successfully; youth do not have enough opportunity to exercise independent living skills prior to emancipation; opportunities for youth to access pre and post emancipation housing are limited and regulations require review; and the website for emancipated youth needs to be more user friendly. (new findings)
	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. <i>(This audit will not take place and will be deleted from the report next quarter.)</i>	
	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. <i>(This audit will not take place and will be deleted from the report 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 6/30/07	Significant Findings
<b>Social Services Agency (Cont'd.)</b>		<b><u>Children &amp; Family Services (Cont'd.)</u></b>					
	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. <i>(This audit will not take place and will be deleted from the report next quarter.)</i>	
	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. <i>(This audit will not take place and will be deleted from the report next quarter.)</i>	
	Orange County Fire Department	Orangewood Children's Home	FY 07/08 Annual	1/22/07	Scheduled annual visit to inspect buildings and property.	Planned for FY 07/08, but not started.	
	Social Security Administration (SSA)	Social Security Insurance/Retirement, Survivors, and Disability Insurance (SSI-RSDI)	FY 05/06	2004	Financial/Foster Care Eligibility – review of records, telephone interviews and site visits to caregivers with eligible children.	Planned for FY 07/08, but not started.	
	Juvenile Justice Commission	Orangewood Children's Home	FY 07/08 Annual	7/10/06	Unescorted walk-through of facility with Commission staff to inspect buildings.	Planned for FY 07/08, but not started.	
	Grand Jury	Orangewood Children's Home	FY 07/08 Annual	1/11/07	Unannounced visit to inspect buildings and property. Questions about program and procedures.	Planned for FY 07/08, 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 6/30/07	Significant Findings
<b>Social Services Agency (Cont'd.)</b>		<b><u>Children &amp; Family Services (Cont'd.)</u></b>					
	Community Care Licensing (CCL)	Adoption	Annual	8/25/06	Unannounced visit to audit compliance with adoption licensing requirements.	Planned for FY 07/08, but not started.	
	CA Dept. of Social Services	Relative Approved Units	FY 07/08	2003	Randomly selected cases from Child Welfare Services Case Management System to review accuracy and timeliness of completion of relative and Non-relative Extended Family Member assessments, approvals and denials.	Planned for FY 07/08, but not started.	
	Judicial Council: Judicial Review & Technical Assistance Project	Juvenile Dependency Court/Court Programs	Annual	3/07	Review of Juvenile Court cases (findings/orders on minute orders) to determine if appropriate judicial orders were made to support Title IV-E funding.	Planned for FY 07/08, but not started.	
	Community Care Licensing (CCL)	Orangewood Children's Home	Annual	8/29/06	Unannounced visit for CCL Group Home compliance.	Planned for FY 07/08, but not started.	
	CA Dept. of Industrial Relations	Orangewood Children's Home	FY 07/08	3/28/07	Scheduled visit to inspect elevator.	Planned for FY 07/08, but not started.	
		<b><u>Adult Services &amp; Assistance Programs</u></b>					
	State Dept. of Social Services USDA Food & Nutrition Svcs.	Food Stamps	Federal Fiscal Year 06/07 (10/06 – 9/07)	Ongoing	Review compliance with Program eligibility requirements.	In process. Accuracy rate is 95.6%.	
	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. <i>(This audit will not take place and will be deleted from the report next quarter.)</i>	
	CA Dept. of Health Care Services	Medi-Cal	10/07 – 9/08	Ongoing	Medi-Cal eligibility Quality Control. Review compliance with program eligibility requirements.	Planned for FY 07/08, 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 6/30/07	Significant Findings
Social Services Agency (Cont'd.)		<u>Adult Services &amp; Assistance Programs (Cont'd.)</u>					
	CA Dept. of Health Care Services	Medi-Cal	1/07	6/07	Payment Error Rate Measurement. Review compliance with program eligibility requirements and estimate overpayments.	Planned for FY 07/08, but not started.	
	CA Dept. of Health Care Services	Medi-Cal	8/07	5/16/05	State Medi-Cal Performance Standards: Application Processing Review.	Planned for FY 07/08, but not started.	
	CA Dept. of Social Services	Food Stamps Management Evaluation Review	FYE 2006/07	Ongoing	Review compliance with program eligibility requirements.	Planned for FY 07/08, but not started.	
		<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 2008		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.	<i>SSA reported that this is not an audit and should be removed from the report. It is an ongoing research project funded by CA Dept. of Social Services. This project will be removed next quarter.</i>	
	Dept. of Public Social Services	Refugee Cash Assistance	4/08	4/07	Accuracy of payment and eligibility determination	Planned for FY 07/08, 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 6/30/07	Significant Findings
<b>Treasurer-Tax Collector</b>	Moreland & Associates, Inc.	Quarterly engagement of Treasury to comply with the Investment Policy Statement and Government Code	Quarter Ended 3/31/07	12/31/06	Agreed Upon Procedures Engagement Audit	Report issued 7/27/07.	None.
	Moreland & Associates, Inc.	Quarterly engagement of Treasury to comply with the Investment Policy Statement and Government Code	Quarter Ended 6/30/07	3/31/07	Agreed Upon Procedures Engagement Audit	In process.	
	Moreland & Associates, Inc.	Quarterly engagement of Treasury to comply with the Investment Policy Statement and Government Code	Quarter Ended 9/30/07	6/30/07	Agreed Upon Procedures Engagement Audit	Planned for FY 07/08, but not started.	
	Moreland & Associates	SB866 Annual Audit of Compliance with government code and the IPS	YE 12/31/07	YE 12/31/06	Compliance Audit	Planned for FY 07/08, but not started.	
	Moreland & Associates, Inc.	Quarterly engagement of Treasury to comply with the Investment Policy Statement and Government Code	Quarter Ended 3/31/08	12/31/07	Agreed Upon Procedures Engagement Audit	Planned for FY 07/08, but not started.	