

EXECUTIVE SUMMARY OF EXTERNAL AUDIT ACTIVITY
For the Quarter Ended 6/30/08

<u>SUMMARY ACTIVITY</u>	
Total Audits Prior Quarter (3/31/08)	90
Additions: In Progress	11
Planned	44
Started and Completed	5
Deletions: Canceled	0
Completed	38
Total Audits Current Quarter (6/30/08)	<u>112</u>
(In Progress, Planned, and/or Completed this Quarter)	

Results for the Quarter:

Audits Completed & Canceled – Will be Deleted Next Quarter **25**

New Findings/Issues Reported by the Departments **5**
 (5 findings from 4 audits – pgs. 12, 14, 16, and 17 of report)

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

Current Quarter (new issue): **1**

1. S-C, pg. 12 of report. The fieldwork on the *Peace Officer Standards and Training* audit for FY 06-07 was completed by the State Controller’s Office/Division of Audit on 4/28/08. The S-C is aware of one finding on disallowed costs of approximately \$114,000 out of \$308,570.46 total claimed by the County. The disallowed costs resulted primarily from incomplete supporting documentation on subsistence charges (i.e., lodging and meals) and other travel expenses. The S-C will not appeal. As of 9/4/08, the S-C has not received the draft report.

Prior Quarter (old issues pending completion): **2**

1. HCA, pg. 4 of report. The *SB-90 Seriously Emotionally Disturbed Out-of-State Clients* second draft audit report, for FYs 00-01 and 01-02, reported approximately \$600K in unallowable costs out of \$2,763,988 total claimed by the County. The unallowable costs resulted primarily from the State Auditors claiming that the County claimed ineligible vendor payments for out-of-state residential placement of seriously emotionally disturbed pupils in facilities that are owned and operated for profit. According to regulations, all placements should be into non-profit institutions. County Counsel assisted in drafting the response and is assisting in HCA’s appeal. As of 9/2/08, HCA has not received the final audit report.

Material Issues (Cont'd.):

Prior Quarter (Cont'd.):

2. HCA, pg. 5 of report. The ***SB-90 Seriously Emotionally Disturbed Out-of-State Clients*** draft audit report, for FYs 02-03, 03-04, and 04-05, reported \$1,314,646 unallowable costs out of \$6,992,266 total claimed by the County. The unallowable costs are due to the State Auditors claiming that the County claimed ineligible vendor payments for out-of-state residential placement of seriously emotionally disturbed pupils in facilities that are owned and operated for profit. HCA is appealing with the assistance of County Counsel. As of 9/2/08, HCA has not received the final audit report.

Total Material Issues

3

EXTERNAL AUDIT ACTIVITY
Quarterly Status Report
4th Quarter FY 08-09

Results: One new material finding was reported to Internal Audit this quarter. (See pg. 12)

The schedule below identifies the status of external audits as of 6/30/08, 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 6/30/08	Significant Findings
Assessor	No audits in progress.						
Auditor-Controller		<u>CEO/Public Finance Accounting</u>					
	Vavrinek, Trine, Day & Co., LLP	Special Financing Authority (Teeter Program)	FYE 6/30/08 Annual	FYE 6/30/07	Full financial audit of the operations of the Special Financing Authority	In progress.	
		<u>Collections</u>					
		No audits in progress.					
		<u>Financial Reporting</u>					
	Vavrinek, Trine, Day & Co., LLP	Comprehensive Annual Financial Report	FYE 6/30/08 Annual	FYE 6/30/07	Financial, GAAP and GAGAS	In progress.	
	Vavrinek, Trine, Day & Co., LLP	Single Audit Report	FYE 6/30/08 Annual	FYE 6/30/07	OMB A-133 Expenditures of Federal Awards	In progress.	
	Vavrinek, Trine, Day & Co., LLP	Office of Emergency Services	FYE 6/30/08 Annual	FYE 6/30/07	In accordance with OES Grant Audit Program	In progress.	
	Vavrinek, Trine, Day & Co., LLP	Tobacco Settlement Revenue (TSR) Fund	FYE 6/30/08 Annual	FYE 6/30/07	Agreed Upon Procedures	In progress.	

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 6/30/08	Significant Findings
Auditor-Controller (Cont'd.)		General Ledger					
	Mayer, Hoffman, McCann PC (for OCTA)	Orange County Transportation Authority (OCTA)	6/30/08 Annual	6/30/07	Audit of: 1) Work performed by A-C General Ledger for OCTA 2) Fees charged by A-C General Ledger for OCTA work	Complete.	None.
		Property Tax					
	State Controller	Property Taxes	7/1/05 – 6/30/08	7/1/02 – 6/30/05	Allocation and Apportionment of Property Tax to Agencies and Schools	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	Teeter – Agreed Upon Procedures Audit	FYE 6/30/08 Annual	FYE 6/30/07	Agreed Upon Procedures as required by the Sales & Servicing Agreement for Teeter Bonds	In progress.	
Child Support Services	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 (DCSS).	One-time Occurrence	N/A	Review to determine if undistributed collections and interest earned on program funds were properly reported as program income.	Received final report on 4/18/08.	<ol style="list-style-type: none"> 1. Program income totaling \$3,011 for undistributable collections recognized as abandoned by County, was not reported on the state claim. 2. Program income totaling \$46,501 for interest earned on child support collections was not reported on the state claim. 3. State is monitoring the County in resolving unclaimed child support collections 3 years old or older as of 3/31/06, and requiring the collections recognized as abandoned be reported as program income pursuant to State requirements.
	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.	Review complete. Report submitted to Federal office on 6/17/08.	None.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/08	Significant Findings
Child Support Services (Cont'd.)	Department of Child Support Services (DCSS), Office of Audits and Compliance	Trust Fund Financial Close-Out Report	One-time Occurrence	N/A	Review of Trust Fund Reconciliation process and supporting documentation as it relates to the Financial Closeout Report.	Audit report has been delayed due to DCSS staff changes.	
	Federal Auditor Glen Branson	Data Reliability – Annual CS157 State Statistical Report Prepared by Performance Audit	Federal Fiscal Year Annually	6/17/08	Review of line items related to cases with support orders, paternity establishment and medical support for the Annual CS157 State Statistical Report. Line items 1, 2, 5, 6, 9, 2E, 21, and 21a.	Planned for FY 08/09, but not started.	
	Department of Child Support Services (DCSS)	Annual Performance Review	Annual Review	2/22/08	Review of Program Administration and Expedited Process Tracking	Planned for FY 08/09, but not started.	
Clerk of the Board of Supervisors	No audits in progress.						
County Clerk- Recorder	No audits in progress.						
County Counsel	No audits in progress.						
County Executive Office	State Dept. of Alcohol & Drug Programs	Substance Abuse & Crime Prevention Act (SACPA) Prop. 36	FY 02/03 ~ 03/04 Annual	Audit Report dated 6/8/06	Proper recording of revenue/expense and allowable costs per SACPA regulations.	Draft report issued. Pending final audit report. (Audit also noted under HCA, Probation, and Pub. Defender.)	
	Grant Thornton	Data Center Contract for services provided to the County by ACS State and Local Solutions, Inc.	1 Time	Approx. 10 years ago	Agreed upon procedures to audit expenses, invoices, and timesheets	Final audit report expected soon.	

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/08	Significant Findings
District Attorney	Vavrinek, Trine, Day & Co., LLP	Juvenile Accountability Block Grant	FYE 6/30/08 Annually	12/07	Single Audit - Program Audit per Federal Requirements	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	Southwest Border Prosecution Initiative	FYE 6/30/08 Annually	12/07	Single Audit - Program Audit per Federal Requirements	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	Advanced Technologies for Law Enforcement Initiative	FYE 6/30/08 Annually	12/07	Single Audit - Program Audit per Federal Requirements	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	DUI Vertical Prosecution Program	FYE 6/30/08 Annually	12/07	Single Audit - Program Audit per Federal Requirements	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	FY 06 Urban Areas Security Initiative	FYE 6/30/08 Annually	12/07	Single Audit - Program Audit per Federal Requirements	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	Vertical Prosecution Block Grant	FYE 6/30/08 Annually	12/07	Single Audit - Program Audit per Federal Requirements	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	Anti-Gang Initiative Strategy Program	FYE 6/30/08 Annually	12/07	Single Audit - Program Audit per Federal Requirements	Planned for FY 08/09, but not started.	
Health Care Agency		<u>Administration</u>					
	Vavrinek, Trine, Day & Co., LLP	Measure H – Tobacco Settlement Revenue	Annual	11/07	Agreed upon procedures relating to Tobacco Settlement Funds	Planned for FY 08/09, but not started. (Also noted under A/C.)	
		<u>Behavioral Health</u>					
	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.	Second draft report received in 1/08. As of 6/30/08 the final audit report has not been received.	Auditors have identified issue with placements of some clients into for-profit subcontractors of County non-profit institutions. Potential disallowances for these years total approximately \$600K. The County is appealing. (See Executive Summary of External Audit Activity for more information.)

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/08	Significant Findings
Health Care Agency (Cont'd.)		<u>Behavioral Health (Cont'd.)</u>					
	State Department of Mental Health (DMH)	Short-Doyle Medi-Cal Cost Report	1998-1999 Annually	2003	Cost Report Audit	As of 6/30/08, 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 approx. \$400,000 in Medi-Cal revenue.
	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	Draft report received in January 2008. As of 6/30/08, the final audit report has not been received.	Audit disclosed \$1,314,646 of unallowable costs out of \$6,992,266 total claimed costs. HCA is appealing. (See Executive Summary of External Audit Activity for more information.)
	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	As of 6/30/08, audit report pending.	None known.
	State Department of Mental Health	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Western Youth Services (contract provider) Provider #00480	FY 05/06	2/4/05	EPSDT Medical Services Billed	As of 6/30/08, audit report pending.	None known.
	State Department of Mental Health (DMH)	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) - South Coast Children's Society (contract provider #00916)	FY 05/06	2/05	EPSDT Medical Services Billed	As of 6/30/08, audit report pending.	None known.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/08	Significant Findings
Health Care Agency (Cont'd.)		<u>Behavioral Health (Cont'd.)</u>					
	State Department of Mental Health (DMH)	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Community Svc. Prog. Inc. (contract provider #00654)	FY 05/06		EPSDT Medical Services Billed	As of 6/30/08, audit report pending.	None known.
	State Dept. of Alcohol & Drug Programs	Substance Abuse Crime Prevention Act (SACPA) Prop. 36	FY 02/03 ~ 03/04	5/07	SACPA Financial Reports	As of 6/30/08, final audit report has not been received. (Also listed under CEO, Probation and Public Defender.)	None.
	State Department of Mental Health	Early and Periodic Screening, Diagnostic & Treatment (EPSDT) – Kinship Center (contract provider) Provider #00596	FY 05/06	New	EPSDT Medical Services Billed	As of 6/30/08, audit report pending.	None known.
	State Controller's Office	SB90 Handicapped & Disabled Students	FY 05/06	2007	Program and SB90 Claim Audit	Planned for FY 08/09, but not started.	
	State Controller's Office	SB90 Seriously Emotionally Disturbed (SED) Out of State Clients	FY 05/06	2007	Program and SB90 Claim Audit	Planned for FY 08/09, but not started.	
	State Department of Mental Health (DMH)	Early and Periodic Screening, Diagnostic & Treatment (EPSDT)	FY 06/07		EPSDT Medical Services Billed	Planned for FY 08/09, but not started.	
	State Department of Mental Health (DMH)	Short-Doyle Medi-Cal Cost Report	2003-2004 Annually	2007	Cost Report Audit	Planned for FY 08/09, but not started.	
	State Department of Mental Health (DMH)	External Quality Review Organization (EQRO)	Annual	2007	Annual Program Review	Planned for FY 08/09, but not started.	
	State Dept. of Alcohol & Drug Programs	Substance Abuse Crime Prevention Act (SACPA) Prop. 36	FY 04/05 – 05/06	2007	Program and SACPA/Prop 36 Claim Audit	Planned for FY 08/09, 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 6/30/08	Significant Findings
Health Care Agency (Cont'd.)		<u>Behavioral Health (Cont'd.)</u>					
	State Department of Mental Health	DMH Program Audit	Triennial	FY 04/05	Medi-Cal Compliance	Planned for FY 07/08, but not started. <i>(This audit will not take place and will be deleted next quarter.)</i>	
		<u>Medical & Institutional Health Services</u>					
	Center for Disease Control (CDC) & State Emergency Operations Plan (EOP)	Bioterrorism Program	Annually	7/07	Annual Audit of Cities Readiness Initiative and Strategic National Stockpile plan. Not a financial audit. The report will make recommendations if needed.	Planned for FY 08/09, but not started.	
		<u>Regulatory Health Services (includes Environmental Health)</u>					
	State of CA, Division of Audits	Local Oversight Program (Formerly Leaking Underground Storage Tank)	FYs 04/05, 05/06, & 06/07 Triennial	7/13/05	Financial and Program Review	Audit date: June 10 – 12, 2008. Report to be issued in 3 months.	None known.
		<u>Public Health</u>					
	Health Resources & Services Admin. (HRSA)	Title I Review (Ryan White Part A)	FY 2002, 2003, & 2004	Unknown	Program Review	Draft report issued. As of 6/30/08, 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. Check for \$121K was received from HRSA in 4/07.
	Dept. of Health Services (DHS)	Regional Nutrition Network	7/1/06 ~ 9/30/06	New	Desk Review - Fiscal	As of 6/30/08, pending State's response.	
	Health Resources & Services Admin. (HRSA)	Ryan White Part B	FY 06/07	Unknown	Financial and Program Review	Draft report issued 3/26/08. Waiting for final report.	None.
	CA Dept. of Public Health	Health Promotion, Cancer Detection Section	FY 2007/2008	N/A	Program Review	State's final letter received on 5/8/08.	None.
	Vavrinek, Trine, Day & Co., LLP	Alcohol and Drug Program	FYE 6/30/08	FYE 6/30/07	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 6/30/08	Significant Findings
Health Care Agency (Cont'd.)		<u>Public Health</u> (Cont'd.)					
	Dept. of Health Services (DHS)	CA Children's Svcs. Medical Therapy Program – Woodcrest Medical Therapy Unit	10/23/07- 10/23/09	9/17/99	Medi-Cal Outpatient Rehabilitation Certification Review	As of 6/30/08, still waiting for final approval.	Space modifications needed.
	CA Dept. of Public Health Svcs./ Network	Nutrition Services	Upon Request	5/11/07	Desk Review of 2nd quarter Federal Fiscal Year 2008 State and Federal Shares	Documentation mailed to the State. Review will be held soon.	
	CA Dept. of Public Health	CA Children's Svcs. Medical Therapy Program – Placentia Medical Therapy Unit	5/20/08 2-year audit	6/14/96	Medi-Cal Outpatient Rehabilitation Certification Review	Reviewed 5/20/08. Certification review was approved 5/20/08.	None.
	CA Dept. of Public Health	CA Children's Svcs. Medical Therapy Program – Garden Grove Medical Therapy Unit	6/26/08 2-year audit	5/23/03	Medi-Cal Outpatient Rehabilitation Certification Review	Review date 6/26/08. Certification review was approved 6/26/08.	None.
	Vavrinek, Trine, Day & Co., LLP	Public Health Preparedness & Response to Bioterrorism	FYE 6/30/08	FYE 6/30/05	Part of Single Audit	Planned for FY 08/09, but not started.	
	CA Dept. of Public Health Services	CA Children's Svcs. Medical Therapy Program –Medical Therapy Units (Anaheim, Costa Mesa & Westminster)	Every 2 yrs.	FY 06/07	Medi-Cal Outpatient Rehabilitation Certification Review	Planned for FY 08/09, but not started.	
	CA Dept. of Public Health	Health Promotion Orange County Cancer Detection Partnership	11/08 or 12/08	2/26/08	Program Review	Planned for FY 08/09, but not started.	
	Dept. of Public Health Svcs./ State WIC Branch	Family Health Division WIC (Women, Infants, Children) Supple- mental Nutrition Education Program	Bi-annually	4/06	Full Program Review – Clinic Observations and Document Review	Planned for FY 07/08, but not started. <i>(This audit will not take place 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 6/30/08	Significant Findings
Health Care Agency (Cont'd.)		<u>Public Health</u> (Cont'd.)					
	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. <i>(This audit will not take place and will be deleted next quarter.)</i>	
	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. <i>(This audit will not take place and will be deleted next quarter.)</i>	
	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. <i>(This audit will not take place and will be deleted next quarter.)</i>	
Housing and Community Services Department is now “OC Community Services”, a division under the OC Community Resources Department .							
Human Resources Department	No audits in progress.						
Internal Audit Department	No audits in progress.						
John Wayne Airport		<u>Facilities</u>					
	U.S. Attorneys’ Office & FAA	FAA Grant Projects	1996-2004	N/A	TBA	As of 6/30/08, audit still in progress.	None known.
	Vavrinek, Trine, Day & Co., LLP	Airport Improvement Program	FYE 6/30/08	FYE 6/30/05	Part of Single Audit	In progress.	
	TBA (Coordinated with CEO-IT)	IT Security	TBA	None	TBA	Planned for FY 07/08, but not started. <i>(This audit will not take place 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 6/30/08	Significant Findings
John Wayne Airport (Cont'd.)		<u>Finance and Administration</u>					
	Vavrinek, Trine, Day & Co., LLP	JWA Financial Statements	FYE 6/30/08 Annually	FYE 6/30/07	Financial – GAAP and GAGAS	In progress.	
	Vavrinek, Trine, Day & Co., LLP	JWA Passenger Facility Charge	FYE 6/30/08 Annually	FYE 6/30/07	Federal Aviation Administration requirements	In progress.	
	Federal Aviation Administration	Operational and Safety Practices Programs	Annual	12/07	Compliance with CFR Part 139 Regulations	Planned for FY 08/09, but not started.	
OC Community Resources		<u>OC Animal Care</u>					
		No audits in progress.					
		<u>OC Community Services</u>					
	Employment Development Department	Workforce Investment Act	FY 07/08	FY 06/07	Program and Fiscal Monitoring	Audit complete. Waiting for draft report.	
	Employment Development Department	Workforce Investment Act	FY 08/09	FY 07/08	Program and Fiscal Monitoring	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	Orange County Development Agency Financial Statements	FYE 6/30/08 Annually	FYE 6/30/07	Financial – GAAP and GAGAS	In progress.	
	Vavrinek, Trine, Day & Co., LLP	Community Development Block Grant	FYE 6/30/08 Annually	FYE 6/30/07	Part of Single Audit	In progress.	
	Vavrinek, Trine, Day & Co., LLP	Aging Cluster	FYE 6/30/08	FYE 6/30/05	Part of Single Audit	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	Section 8 Cluster AUP	FYE 6/30/08 Annually	FYE 6/30/07	Agreed-upon procedures	Planned for FY 08/09, but not started.	
	California Department of Aging	Office on Aging	FY 08/09	FY 07/08	Program Monitoring	Planned for FY 08/09, 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 6/30/08	Significant Findings
OC Community Resources (Cont'd.)		<u>OC Parks</u>					
		No audits in progress.					
		<u>OC Public Libraries</u>					
		No audits in progress.					
OC Dana Point Harbor	No audits in progress.						
OC Public Works		<u>Watershed & Coastal Resources</u>					
		No audits in progress.					
		<u>Flood Control/SAR Project</u>					
		No audits in progress.					
		<u>OC Roads</u>					
	Transportation Corridor Agencies	Road Fee Program	Annual	3/07	Fiscal – Collection and submission of thoroughfare fees collected in compliance with program’s guidelines.	Audit report received in 5/08.	None.
	State Controller’s Office	Annual Road Report	Annual	FY 02/03	Fiscal – Audit of Annual Road Report submitted to the SCO for FY 03/04 to 06/07.	Fieldwork in progress.	
	OCTA	Measure M	Annual	11/06	Fiscal compliance with the Measure M program	Planned for FY 08/09, but not started.	
	Transportation Corridor Agencies	San Joaquin Hills and Foothill Eastern Road Fee Programs	Annual	3/06	Fiscal compliance with the Road Fee Program	Planned for FY 08/09, but not started.	
OC Waste & Recycling	Vavrinek, Trine, Day & Co., LLP	OC Waste & Recycling Financial Statements	FYE 6/30/08 Annually	FYE 6/30/07	Financial – GAAP and GAGAS	In progress	
Orange County Public Library is now a division of the OC Community Resources Department.							
Probation	State of California Dept of Alcohol and Drug Programs	Prop 36 Program	FY 02-03 and 03-04	April 2006	Program and financial audit by the State Dept. of Alcohol and Drug Programs for HCA, Probation, DA and Pub Def.	As of 6/30/08, still waiting for final report. (Also under CEO, HCA, and Public Defender.)	None.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/08	Significant Findings
Public Administrator/ Public Guardian	Robert Higson IRS Tax Attorney	Accounting/Finance Federal Tax Returns	3 Months (minimum)	12/5/07	Decedent's 706 Federal Estate Tax Return	As of 6/30/08, audit is still pending.	
Public Defender	State of California Dept of Alcohol and Drug Programs	Proposition 36	FY 02-03 and 03-04	April 2006	Reimbursement Claims	As of 6/30/08 still waiting for final report. (Audit also under CEO, HCA, and Probation.)	
Registrar of Voters	State of CA Bureau of State Audits	Poll Worker Training	One-time Audit	N/A	Review and evaluate poll worker training across State of CA as governed by federal and state law, and Secretary of State guidelines.	Audit began 6/9/08 and still in progress.	
Sheriff-Coroner	Office of Nat'l. Drug Control Policy/ KPMG	Regional Narcotics Suppression Program (RNSP)	1/1/03 ~ 12/31/04	8/04	Grant Compliance Audit	As of 6/30/08, pending final report.	None.
	National Forensic Science Technology Center on behalf of National Institute of Justice	Combined Forensic DNA Backlog Reduction/Capacity Prog., DNA Forensic Capacity Enhance- ment Prog., Solving Cold Cases with DNA & Forensic Science Improvement	FY 07/08	N/A	Grant Program Assessment	Final report issued.	None.
	CA State Controller's Office Audit Division	Peace Officer Standards and Training	FY 06/07	N/A	Compliance Audit	Completed fieldwork 4/28/08. Pending final report.	Disallowed costs of approximately \$114,000 due to incomplete supporting documentation on travel expenses. (1 new finding) (See Executive Summary of External Audit Activity for more information.)
	Vavrinek, Trine, Day & Co., LLP	State Criminal Alien Assistance Program	FYE 6/30/08	FYE 6/30/05	Part of Single Audit	Planned for FY 08/09, but not started.	
	Vavrinek, Trine, Day & Co., LLP	State Homeland Security Program	FYE 6/30/08	FYE 6/30/07	Part of Single Audit	Planned for FY 08/09, 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 6/30/08	Significant Findings
Sheriff-Coroner (Cont'd.)	Crout and Sida Criminal Justice Consultants, Inc.	Jail Operations	Periodic	N/A	Overall jail operations and compliance standards.	Planned for FY 08/09, but not started.	
	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. <i>(This audit will not take place and will be deleted next quarter.)</i>	
	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. <i>(This audit will not take place and will be deleted next quarter.)</i>	
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 Overview at Child Guidance Center; Tour of Corbin Family Resource Center (FRC) and Program Review Corbin FRC.	As of 6/30/08, audit is still in process.	
	Vavrinek, Trine, Day & Co., LLP	Temporary Assistance for Needy Families (TANF)	FYE 6/30/08	FYE 6/30/07	Part of Single Audit	In progress.	
	Civil Rights Bureau	Civil Rights Compliance Review of Children and Family Services, Food Stamps, CalWORKs, Welfare to Work and Adult Services	7/08	7/07	Annual review conducted by the Civil Rights Bureau to ensure the County is in compliance with Civil Rights laws and regulations.	Planned for FY 08/09, but not started.	
	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	April 2008	April 2007	Determine County's effectiveness in identifying and collecting CalWORKS Overpayments and Food Stamps Over Issuances. The main focus is to evaluate the operation of IEVS and monitor County's compliance.	Planned for FY 08/09, 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 6/30/08	Significant Findings
Social Services Agency (Cont'd.)		<u>Children & Family Services</u>					
	Administrative Office of the Courts, Center for Families, Children & the Courts, Judicial Review and Technical Assistance Project	Juvenile Court Dependency Proceedings, Adoptions and Safe Family Act (ASFA) Title IV-E Compliance	04/07 to 03/08 Annual audit conducted 03/19- 03/21/08.	03/21/07	10 randomly selected cases <ul style="list-style-type: none"> • 4 Detention Hearings • 6 Pre Permanency Hearings. • 5 Permanency Hearings • 4 Post Permanency Hearings. 	Received report dated 3/28/08.	Changes were suggested for Court Stipulation Sheets and Court Orders concerning Specific Findings and Orders regarding Permanency Hearings and Postpermanency Hearings. Reporting of all past, present and future Transitional Independent Living Plan services, participation, and progress not found in hearings for minors age 16 and over. (2 new findings)
	Community Care Licensing (CCL)	Orangewood Children's Home	One time inspection to approve Preschool Cottage	Unknown	Preschool Cottage inspected for licensing requirements and to determine capacity.	Facility Evaluation Report issued June 16, 2008.	Cottage was approved for capacity of 22 children. No corrections noted.
	Social Security Administration	Supplemental Security Income	3/8/08-5/8/08	First time audited for this issue	Accuracy of Amount of Money Issued to Clients	No written report issued to date. A report will be issued for negative findings only.	Verbal report was positive. Final findings are pending.
	Community Care Licensing (CCL)	Adoption	2008 Annual	8/25/06	Unannounced visit to audit compliance with adoption licensing requirements.	Planned for FY 08/09, 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 08/09, but not started.	
	Dept. of Health and Human Services	Foster Care Eligibility	10/1/08 – 3/31/09	6/06	Random selection of 80 cases statewide for Title IV-E Audit based on state Adoptions and Foster Care Analysis and Reporting System	Planned for FY 08/09, but not started.	
	Judicial Council: Judicial Review & Technical Assistance Project	Juvenile Dependency Court/Court Programs	Annual	3/08	Review of Juvenile Court cases to determine if appropriate judicial orders were made to support Title IV-E funding	Planned for FY 08/09, 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 6/30/08	Significant Findings
Social Services Agency (Cont'd.)		<u>Children & Family Services (Cont'd.)</u>					
	Juvenile Justice Commission	Orangewood Children's Home	2008	9/5/07	Unannounced visit to inspect buildings, property, questions about program and procedures.	Planned for FY 08/09, but not started.	
	Community Care Licensing (CCL)	Orangewood Children's Home	2008	9/11/07	Unannounced visit for CCL Group Home compliance.	Planned for FY 08/09, but not started.	
	City of Orange Fire Department	Orangewood Children's Home	2009	1/29/08	Inspection of buildings for fire code enforcement compliance.	Planned for FY 08/09, 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. <i>(This audit will not take place and will be deleted next quarter.)</i>	
	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. <i>(This audit will not take place and will be deleted next quarter.)</i>	
		<u>Adult Services & Assistance Programs</u>					
	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.	As of 6/30/08, audit still in process. Accuracy rate for FY 2007 is 94.9%.	
	CA Dept. of Health Care Services	Medi-Cal	1/07-9/07 Triennial	2/08	Payment Error Rate Measurement. Review compliance with program eligibility requirements and estimate overpayments.	Report dated 5/2/08.	Forty-eight cases reviewed. No eligibility errors or incorrect negative case actions found.

Department/ Agency	Name of Third Party Auditor	Program, Process, or Area	Audit Period & Frequency	Date Last Audited	Audit Scope	Status As of 6/30/08	Significant Findings
Social Services Agency (Cont'd.)		<u>Adult Services & Assistance Programs (Cont'd.)</u>					
	Vavrinek, Trine, Day & Co., LLP	Medi-Cal Assistance Program	FYE 6/30/08	FYE 6/30/07	Part of Single Audit	In progress	
	CA Dept. of Social Services	Food Stamps Management Evaluation Review	FYE 2008/09	Ongoing	Review compliance with program eligibility requirements.	Planned for FY 08/09, but not started.	
	CA Dept. of Health Care Services	Medi-Cal	2008/09	Unknown	Case review to ensure compliance with State Medi- Cal Performance Standards for MEDS Worker Alerts	Planned for FY 08/09, but not started.	
	CA Dept. of Health Care Services	Medi-Cal	2008/09	Unknown	Case review to ensure compliance with State Medi- Cal Performance Standards for Medi-Cal to Healthy Families Bridging	Planned for FY 08/09, but not started.	
		<u>Program Integrity</u>					
		No audits at this time.					
		<u>Family Self- Sufficiency</u>					
	CA Dept. of Social Services Refugee Programs Bureau (CDSS/RPB)	Refugee Cash Assistance (RCA)	12/07	04/07	Review of compliance with RCA program requirements.	Report dated 03/07/08. Corrective action plan completed and accepted by CDSS/RPB.	There was no documentation in the case files that the applicants participated in any County Welfare Department (CWD) approved education and employment services within 30 days from receipt of RCA. No financial impact to the County. (1 new finding)
	Dept. of Public Social Services	Refugee Cash Assistance	4/09	4/08	Accuracy of payment and eligibility determination.	Planned for FY 08/09, but not started.	
Treasurer-Tax Collector	Macias, Gini & O'Connell (formerly Moreland & Associates)	Quarterly engagement of Treasury to comply with the Investment Policy Statement (IPS) and Government Code	Quarter Ended 12/31/07	9/30/07	Agreed Upon Procedures Engagement Audit	<i>(TTC informed us this audit was replaced with SB866 Annual Audit of Compliance noted below. 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 6/30/08	Significant Findings
Treasurer-Tax Collector (Cont'd.)	Moreland & Associates	SB866 Annual Audit of Compliance with government code and the IPS	YE 12/31/07	YE 12/31/06	Compliance Audit	Report issued.	Twelve out of fifteen transactions tested did not contain documentation of evaluation concerning the effect on the stability and predictability of the investments and on the interests of the other depositors in the County Treasury in accordance with California government code. (1 new finding)
	Macias, Gini & O'Connell (formerly Moreland & Associates)	Quarterly engagement of Treasury to comply with the IPS and Government Code	Quarter Ended 3/31/08	12/31/07	Agreed Upon Procedures Engagement Audit	Completed on 4/16/08. Report issued.	None.
	Macias, Gini & O'Connell	Quarterly engagement of Treasury to comply with the Investment Policy Statement (IPS) and Government Code	Quarter Ended 6/30/08	3/31/08	Agreed Upon Procedures Engagement Audit	Planned for FY 08/09, but not started.	
	Macias, Gini & O'Connell	Quarterly engagement of Treasury to comply with the Investment Policy Statement (IPS) and Government Code	Quarter Ended 9/30/08	3/31/08	Agreed Upon Procedures Engagement Audit	Planned for FY 08/09, but not started.	