



## Internal Audit Department

O R A N G E C O U N T Y

# AUDIT HIGHLIGHT SEPTEMBER 25, 2012

### REVENUE GENERATING LEASE AUDIT: OC PUBLIC WORKS River View Golf Course Audit No. 1135

#### WHY IS THIS AUDIT IMPORTANT?

River View Golf Course operates a golf course located on the County's Santa Ana River Channel property in conjunction with adjacent land owned by the City of Santa Ana. Rent is paid based on a percentage of gross receipts. We audit the underlying books and records to ensure gross receipts are complete and rent is properly paid as defined by the lease agreement. During the 12-month audit period of April 1, 2011 through March 31, 2012, River View Golf Course reported approximately **\$1.76 million** in gross receipts and paid the County rent of about **\$90,400**.

#### WHAT THE AUDITORS FOUND?

##### Successes

We found that River View Golf Course's records adequately supported reported gross receipts and fees owed were properly paid.

##### Audit Findings and Recommendations

We identified **two (2) Control Findings** related to 1) documentation and monitoring of the days the golf course is deemed restricted or unplayable for extended periods due to overflow from the Santa Ana River and 2) establishing written agreements with the independent golf professionals.