



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

AUDITOR-CONTROLLER

I N T E R N A L A U D I T

**REPORT ON REVIEW
OF THE
SCHEDULE OF ASSETS
HELD BY THE
COUNTY TREASURY
AS OF
SEPTEMBER 30, 2015**



Audit Number 1548

Report Date: December 18, 2015



O R A N G E C O U N T Y
AUDITOR-CONTROLLER
I N T E R N A L A U D I T

Eric H. Woolery, CPA
Orange County Auditor-Controller

Toni Smart, CPA	Director, Internal Audit
Carol Swe, CPA, CIA	Senior Audit Manager
Michael Dean, CPA, CIA	Audit Manager
Scott Kim, CPA	Senior Auditor

12 Civic Center Plaza, Room 200
Santa Ana, CA 92701

Auditor-Controller Web Site
www.ac.ocgov.com



ERIC H. WOOLERY, CPA
AUDITOR-CONTROLLER



Transmittal Letter

December 18, 2015

Audit No. 1548

TO: Members, Board of Supervisors
Chair Todd Spitzer, 3rd District Supervisor
Vice Chair Lisa Bartlett, 5th District Supervisor
Supervisor Andrew Do, 1st District
Supervisor Michelle Steel, 2nd District
Supervisor Shawn Nelson, 4th District

SUBJECT: Report on Review of the Schedule of Assets Held
By the County Treasury

We have completed our Report on Review of the Schedule of Assets Held by the County Treasury as of September 30, 2015. Our final report is attached for your review.

I submit an **Audit Status Report** quarterly to the Audit Oversight Committee (AOC) and a monthly report to the Board of Supervisors (BOS) where I detail any critical and significant audit findings released in reports during the prior month and the implementation status of audit recommendations as disclosed by our Follow-Up Audits. Although there were no findings noted during this review, the results will be included in future status reports to the AOC and BOS.

Additionally, we will request the department to complete a **Customer Survey** of Review Services. The Treasurer-Tax Collector will receive the survey shortly after the distribution of our final report.

Toni Smart, CPA, Director
Auditor-Controller Internal Audit Division

Attachments

Other recipients of this report:
Members, Audit Oversight Committee
Members, Treasury Oversight Committee
Eric Woolery, Auditor-Controller
Shari L. Freidenrich, Treasurer-Tax Collector
Frank Kim, County Executive Officer
Michelle Aguirre, Chief Financial Officer
Paul C. Gorman, Chief Assistant Treasurer-Tax Collector, Treasury
Tomas Vargas, Assistant Treasurer-Tax Collector, Investments
Claire Moynihan, Auditor-Controller Central Accounting Operations Director
Foreperson, Grand Jury
Robin Stieler, Clerk of the Board of Supervisors
Macias Gini & O'Connell LLP, County External Auditor



Table of Contents

***Report on Review of the Schedule of Assets Held By the County Treasury
Audit No. 1548***

As of September 30, 2015

Transmittal Letter	i
Independent Accountant's Report	1
Schedule of Assets Held by the County Treasury as of September 30, 2015	2



Independent Accountant's Report

December 18, 2015

Pursuant to Government Code Section 26920(a)(1) and (3), and Section 26922, we have reviewed the accompanying Schedule of Assets Held by the County Treasury as of September 30, 2015 (financial schedule). All information included in this financial schedule is the representation of the management of the Office of the Treasurer.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and *Government Auditing Standards* issued by the Comptroller General of the United States. A review is substantially less in scope than an examination, the objective of which is an expression of an opinion on the financial schedule, and accordingly, we do not express such an opinion.

A review consists primarily of inquiries of department personnel and analytical procedures applied to financial data. The Treasurer prepared a schedule showing the amount and type of assets held in the County Treasury as of September 30, 2015. Our review included counting cash in the County Treasury and confirming cash and investments held by the Treasurer on behalf of the County and other participants.

Based on our review, with the exception of the matter described in the following paragraph, nothing came to our attention that caused us to believe the financial schedule referred to above is not fairly stated, in all material respects.

This Schedule of Assets was prepared by the Treasurer for the purpose of meeting the requirements of Government Code Section 26920(a) and is prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Accordingly, it is the Treasurer's policy to not recognize trades until the settlement date.

The Office of the Treasurer has its own separate accounting staff and accounting information systems that maintain the Treasury financial records. The Treasurer is responsible for recording and reconciling the cash and investments and also reconciling the Office of the Treasurer's financial systems.

This report is intended for the information of the Board of Supervisors and the management of the County of Orange Auditor-Controller. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in blue ink, appearing to read "Toni Smart", is written over a horizontal line.

Toni Smart, CPA, Director
Auditor-Controller Internal Audit Division



Schedule of Assets Held by the County Treasury



OFFICE OF THE TREASURER-TAX COLLECTOR

P.O. BOX 4515
SANTA ANA, CALIFORNIA 92702-4515

(714) 834-7625 FAX: (714) 834-2912

ocgov.com

Treasurer@ttc.ocgov.com

SHARI L. FREIDENRICH, CPA
TREASURER-TAX COLLECTOR

PAUL C. GORMAN, CPA
CHIEF ASSISTANT
TREASURER-TAX COLLECTOR
TREASURY

JENNIFER BURKHART, CFA
ASSISTANT TREASURER-TAX COLLECTOR
TAX & CENTRAL COLLECTIONS

ROBIN RUSSELL
ASSISTANT TREASURER-TAX COLLECTOR
ADMINISTRATION

TOMAS VARGAS
ASSISTANT TREASURER-TAX COLLECTOR
INVESTMENTS

SCHEDULE OF ASSETS HELD BY THE COUNTY TREASURY AS OF SEPTEMBER 30, 2015

	ASSETS			
	OCIP	OCEIP	Non Pooled	Total
CASH				
Cash On Hand	\$ 46,057	\$ -	\$ -	\$ 46,057
Bank Demand Accounts	91,512,511	56,038,396		147,550,907
Total Cash	\$ 91,558,568	\$ 56,038,396	-	\$147,596,964
INVESTMENTS, stated at fair value				
<i>Orange County Investment Pool (OCIP):</i>				
Orange County Money Market Fund	608,245,209			608,245,209
Extended Fund	2,611,184,293			2,611,184,293
<i>Orange County Educational Investment Pool (OCEIP):</i>				
Orange County Educational Money Market Fund		874,192,632		874,192,632
Extended Fund		2,534,575,213		2,534,575,213
<i>Non Pooled</i>			198,912,136	198,912,136
Total Investments	\$3,219,429,502	\$3,408,767,845	\$198,912,136	\$6,827,109,483
TOTAL ASSETS	\$3,310,988,070	\$3,464,806,241	\$198,912,136	\$6,974,706,447


SHARI L. FREIDENRICH, CPA, CCMT, CPFA, ACPFIM
Treasurer-Tax Collector

Mission: Ensure safe and timely receipt, deposit, collection and investment of public funds.