

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

271



**FROM:** County Executive Office

**SUBMITTAL DATE:**  
October 25, 2005

**SUBJECT:** Teeter Progress Report

**RECOMMENDED MOTION:** Receive and File.

**BACKGROUND:**

This report is written to update the Board on Teeter/Property Tax related efforts.

Departmental Concurrence

  
**BILL LUNA**  
 County Finance Director

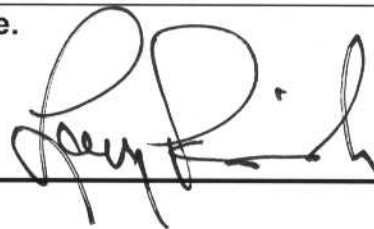
H:\DGRANT\TEETERFORM1105.doc

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	N/a
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	N/a
	Annual Net County Cost:	\$ 0	For Fiscal Year:	N/a

<b>SOURCE OF FUNDS:</b>	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

**C.E.O. RECOMMENDATION:** Receive and file.

**County Executive Office Signature**



- Policy
- Policy
- Consent
- Consent

Dep't Recomm.:  
Per Exec. Ofc.:

**Prev. Agn. Ref.:** | **District:** | **Agenda Number:**

**3.56**

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Surplus Cash Balance Determination: On October 4, 2005, staff of the Executive Office and Auditor-Controller met to conclude validation of the amount eligible for distribution to Teeter participants. The final amount determined was \$87.7 million in principal, with an additional \$4.8 million in interest, yielding \$92.5 million available for distribution. The ACO held distribution meetings with interested Teeter participants on October 13 and 14.

Pursuit of State Legislation: Item 3.95 of 7/12/05 directed the Executive Office to work with the State legislature regarding the Teeter program. A bill was introduced, and will be considered in January 2006.

Apportionment Audit/Oversight Commission: Item 3.3 of 7/26/05 directed audit of annual county property tax apportionments, and called for creation of a committee to oversee this audit and report to the Board for approval. The resolution establishing the committee was approved (3.3, 8/23/05), and two appointments to the committee have been made to date. The Board approved expansion of its external auditing agreement with Vavrinek, Trine, Day & Co., to conduct the initial audit (3.5, 9/27/05), and that work has begun. We expect a report in the spring of 2006 on the accuracy of the system, and if any remediation is required.

Report on Program Benefits: The Board requested a report on the benefit of continuing the Teeter Program. That report was received and approved by the Board as Item 3.76 of 9/13/05.

Property Group System Governance/Technology Improvement: Item 3.25 of 6/21/05 directed the CEO to seek a consultant to help improve the working relationship within the Property Group. The CEO initiated an agreement with Taylor-Nelson LLC, an organizational development firm, on July 28, 2005. Taylor-Nelson worked with the principals and senior staff of the Property Group, with its effort culminating in a summit meeting that concluded on 9/23/05. A dispute resolution process was agreed to and adopted by the principals, to improve system governance. The Board also directed the CEO to develop a management audit of the property tax system. The Property Departments and the Executive Office have established a working group to map organizational responsibilities, as the basis for an RFP to be issued in Spring 2006. Incorporating any findings from the apportionment audit, the goal for the management audit is to map the interrelated business processes and relevant touch points, streamline the workflow, set a cooperative plan to eventually replace outdated business methods and technologies, and develop new solutions for property tax management.

Technology System Audit/Upgrade: Item 3.41 of 9/27/05 approved the lease of a resized IBM mainframe computer to serve the Property Departments over the next five years, affording the Property Departments a period to work together to pursue new business solutions.