

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

225



FROM: Auditor- Controller Office

SUBMITTAL DATE:
December 13, 2011

SUBJECT: Analysis of Negative Cash Balances and List of Closed/Established Funds
As of June 30, 2011.

RECOMMENDED MOTION: The Board of Supervisors approve and file the reports on negative cash balances and established/closed funds as of June 30, 2011.

BACKGROUND: Pursuant to Board of Supervisors Policy Number B-14 Section 25252 of the Government Code and Board Resolution No. 91-269. See attachments below.

A - Negative Cash Report – In FY 10/11, 21 funds with a balance of (\$6,155,710) ended with negative cash balances. This is compared to FY 09/10 which showed 36 funds totaling (\$15,556,652) with negative cash balances.

Explanations have been provided on Attachment A.

B - Established Funds – 43 new funds were established, Attachment B.

C - Closed funds - 5 funds were closed, Attachment C

Paul Angulo
Paul Angulo, CPA, MA
County Auditor-Controller

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	No
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	FY11

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

C.E.O. RECOMMENDATION: APPROVE

BY: *Karen L. Johnson*
Karen L. Johnson

County Executive Office Signature

- Consent
- Policy
- Consent
- Policy

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

Attachment A
Negative Cash Report for Fiscal Year 2010/2011

FUND #	FUND NAME	BALANCE AS OF JUNE 30, 2011	Explanation
65280	Current Secured Supplemental	(1,829,034.71)	Current Secured Supplemental tax refunds must be distributed to the taxpayers within 90 days of the notice. The disbursed amount has been reimbursed during FY 12 from the taxing agencies.
21373	NSP - 3rd Allocation	(1,422,331.71)	The expenditures have been processed and paid out of Fund 21373, however, the incoming cash was recorded under fund 21371. A correcting entry was done in August 2011 and the fund currently reflects a positive cash balance.
21450	Office On Aging	(1,342,763.80)	Office on Aging incurs costs for federal and state funded programs, however they have not been reimbursed for these costs. The department has submitted an account receivable schedule showing \$1.9m of revenue to be received from the state and federal governments.
65620	Tax Coll Predeposit Sec Pr Yr	(638,874.33)	The Treasurer's Office disbursed June property tax revenue prior to receiving the cash in July 2011. Currently the fund has a positive balance.
11011	Auditor-Forged Warrants	(189,011.10)	The negative balance is a result of forged warrants being presented to the bank fraudulently and cashed by someone other than the payee. The County continues to make progress in recovering the funds from the bank.
21760	Hosp Prep Prog Allocation	(168,381.34)	Claims are due to the state by 9/30/11 for expenditures incurred for various grants. Department will receive payments from the State in 60 to 90 days. Once the payments are received, this fund will have a positive cash balance.
33500	PSEC 800 Mhz Radio Project	(152,659.95)	Department did not receive anticipated rebates and refunds from external agency and county departments before the end of FY 11. Revenue was received during FY 12. Currently, the fund reflects a positive cash balance.
30301	Fire Protection	(112,525.91)	The negative balance was due to a misposting from 30300 to 30301. A correcting entry was posted in the new year.
21050	Community Action Agency	(98,281.34)	Community Action Agency submitted claims to the State for reimbursement for services provided. The reimbursement for these claims was received in July 2011, and currently the fund has a positive balance.
25420	Recreation	(84,836.19)	Fund 25420 is the Park District's Recreation fund. Revenue earned from this activity totaling \$377,624 was recorded in fund 25400 although related salary and benefit costs totaling \$103,088 were posted to fund 25420. As the result, the fund has a negative cash balance in June 2011. As of July 2011 the fund has a positive cash balance.
21770	CDC PHER H1N1 Allocation	(76,641.82)	Claims are due to the state by 9/30/11 for expenditures incurred for various grants. Department will receive payments from the State in 60 to 90 days. Once payment is received, this fund will have a positive cash balance.
65000	Apportioned Taxes Clearing	(15,078.41)	Tax refunds must be distributed to the taxpayers within 90 days of the notice. The disbursed amount has been reimbursed during FY 12 from the taxing agencies. Currently, the fund has a positive cash balance.
21370	Neighborhood Stabilization NSP	(10,739.60)	The negative cash is due to expenditures that posted to this fund rather than fund 21373. A journal entry was processed in August 2011 to reclass those expenditures. Currently the fund reflects a positive cash balance.
	Eight miscellaneous funds with balances under \$10,000	(14,549.31)	The majority of these funds' negative cash balance is due to timing. Departments incur costs before receiving reimbursements for their services.
		<u>✓ (6,155,709.52)</u>	

Notes: Negative cash balance for the above funds is obtained from Pool Detail Report Fiscal Year 2011 Period 12.

Attachment B

Established Funds Fiscal Year 2010/2011

Fund	Fund Name
11151	DA Law Enforcement Training
11152	DA Expert Witness
11153	Evidence-Based Prb Spvn JAGX
11154	EDA Energy Conservation Fund
11155	JAG 2010-DJ-BX-0339
11156	Auto Insurance Fraud - Urban
11157	Life & Annuity Consmr Prot Prg
11158	Workers Comp Insurance Fraud
11159	AB158 Fantasy Springs Csino DA
11160	AB158 Spa&Agua Caliente Cso DA
20270	Code Enforcement Cost Recovery
20496	L & LMD No 89-1-C, Zone 141
20497	L & LMD No 89-1-C, Zone 149
20498	L & LMD No 89-1-C, Zone 145
20499	L & LMD No 89-1-C STL Zone 102
20500	L & LMD No 89-1-C, Zone 153
20501	L & LMD No. 89-1-C, Zone 157
21372	Neighborhood Stablzn Prg State
21373	NSP - 3rd Allocation
25174	Wolf Creek Ch - Endowment Fund
25430	Habitat/Open Space Mgt-Parks
25440	Off-Highway Vehicle Mgmt
25807	Cares Plus
30501	Countywide Public Facilities
45860	Delta Dental PPO
51342	RCHCA Lake Skinner
51391	San Jacinto Endow Care Interst
51633	RCA Mitigation Fees
51636	RCA Contributed Capital Acq
52360	1985 ACES Pooled Bond Funds
52370	Riverside Transit Agency
52380	RDA 2010 TA HSG BP Series A
52390	RDA 2010 TA HSG BP Series A-T
52400	RDA 2010 TA HSG RES Series A
52410	RDA 2010 TA HSG RES Series A-T
52420	RDA 2007 TA REF Bonds Series B
52430	RDA 2010 Non HSG RES Series C
52440	RDA 2010 Non HSG RES Series D
52450	RDA 2010 Non HSG RES Series E
52460	City of Palm Desert
52470	Palm Desert Redevelopment
52480	SCFA - Animal Shelter - Ops
65956	Court Placement SSI/SSA Trust

Attachment C

Closed Funds FY 2010/2011

Fund	Fund Name
11033	Multispecies Project
51310	Perris Valley Cemetery
51315	Perris Valley Cemetery Endow
60105	SAMP Grant Administration
65425	DA Fines/Forf- Criminal Cases