

FISCAL PROCEDURES APPROVED
 PAUL ANGULO, CPA, AUDITOR-CONTROLLER
 BY *Stephanie Persi*
 TANYA S. HARRIS, CPA 9/19/16

Departmental Concurrence

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

2377
 744



FROM: Auditor-Controller Office

SUBMITTAL DATE:
 September 27, 2016

SUBJECT: Fiscal Year 2015-2016 Auditor-Controller Reports of Funds Established, Funds Closed and Funds with Negative Cash Balances as of June 30, 2016, District All [\$0]

RECOMMENDED MOTION: That the Board of Supervisors receive and file the Auditor-Controller Reports of:

1. Funds Established in Fiscal Year 2015-2016
2. Funds Closed in Fiscal Year 2015-2016
3. Funds with Negative Cash Balances as of June 30, 2016

BACKGROUND:

Summary

Pursuant to Board of Supervisors Policy Number B-14, Section 25252 of the Government Code and Board Resolution No. 91-269, the Auditor-Controller Office reports to the Board of Supervisors all funds established and closed during the fiscal year and all funds resulting in a negative cash balance at the end of the fiscal year.

Frankie Ezzat
 Frankie Ezzat, MPA
 Assistant Auditor-Controller for
 Paul Angulo, CPA, M.A.
 County Auditor-Controller

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ 0	\$ 0	\$ 0	\$ 0	Consent <input checked="" type="checkbox"/> Policy <input type="checkbox"/>
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0	

SOURCE OF FUNDS:	Budget Adjustment: No
	For Fiscal Year: FY 15/16

C.E.O. RECOMMENDATION: APPROVE
 BY: *Stephanie Persi*
 Stephanie Persi
 County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

- A-30
- 4/5 Vote
- Positions Added
- Change Order

Prev. Agn. Ref.: 2.6 of 10/20/15 | District: ALL | Agenda Number:

2-10

SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA
FORM 11: Fiscal Year 2015-2016 Auditor-Controller Reports of Funds Established, Funds Closed and Funds
with Negative Cash Balances as of June 30, 2016, District All [0]

DATE: September 27, 2016

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BACKGROUND:

Summary (continued)

Attachment "A" represents 20 new funds that were established during the fiscal year. Attachment "B" includes 25 funds that were closed during the fiscal year. Attachment "C" reports all the funds that had negative cash balances including custodian's explanations for their cash deficit.

Attachment A

Funds Established in Fiscal Year 2015/2016

Fund	Fund Name	Effective Date
11179	Restricted for Federal Adjudicated Asset Forfeit	08/14/15
11180	Restricted State Adjudicated Asset Forfeit	08/14/15
11181	Restricted for State Holding Adjudicated	08/14/15
11182	Justice Assistance Grant 2015-DJ-BX-0213	02/10/16
20016	Federal Exchange & State Match	07/29/15
20527	L & LMD No 89-1-C, STL Zone 110	07/06/15
20529	L & LMD No 89-1-C, Zone 192	07/21/15
20530	L & LMD No 89-1-C, Zone 193	07/21/15
21610	Rural Health - Federal Qualified Health Center	03/11/16
21800	Bio-terrorism Preparedness	09/24/15
21810	Hospital Preparation Program Allocation	09/24/15
21820	Homeland Security GP Pass Thru	02/26/16
25610	Community Centers Maintenance & Operations	02/18/16
25808	Improve and Maximize Programs so All Children Thrive	09/14/15
30106	Indio Youth Treatment/Education Center	05/19/16
37420	2015A Infrastructure Financing Authority	11/24/15
65115	Health Insurance-Transamerica	11/30/15
65965	Probation Federal Adjudicated Asset Forfeit	08/17/15
65966	Probation State Adjudicated j Asset Forfeit	08/17/15
65967	Probation State Unadjudicated Asset Forfeit	08/17/15

Attachment B

Funds Closed in Fiscal Year 2015/2016

Fund	Fund Name	Effective Date
11069	Radio Replacement Fund	03/30/16
11126	Youthful Offender Block Grant	07/01/15
11161	AB118 County Local Revenue Fund 2011	07/01/15
11162	AB118 Community Correction Partnerships	07/01/15
11163	AB118 One Time Startup Costs	07/01/15
20012	Prop1B-Highway Safety Bond Act	12/22/15
21770	Centers for Disease Control and Prevention for Public Health Emergency H1N1 Allocation	03/30/16
25521	Habitat/Open Space Management	07/31/15
25522	Off Road Vehicle Management	07/31/15
25535	Natural Resource Education	07/31/15
33150	Prop 84 Construction & Land Acquisition-Parks	07/31/15
36000	Riverside County Administration Center Annex	07/02/15
36010	Southwest Justice Center	07/02/15
36120	Desert Facility Corporation 1990 Monterey	07/02/15
36130	2003AB Hospital Project County of Riverside Asset Lease Corporation	07/02/15
51395	Summit Cemetery ACO	03/22/16
51405	Summit Cemetery Endowment	03/22/16
51415	Summit Cemetery Pre Need	03/22/16
51420	Summit Cemetery Stewart	03/22/16
52230	Redevelopment Agency 2004 Non-Housing Reserve Series C	04/05/16
52250	Redevelopment Agency 2005 Non-Housing Reserve Series A	04/05/16
52260	Redevelopment Agency 2005 Non-Housing Reserve Series C	04/05/16
52270	Redevelopment Agency 2005 Non-Housing Reserve Series E	04/05/16
65405	State Adjudicated Anti-Drug Abuse Trust West County Narcotics Tax Force	12/22/15
65880	Riverside County Gang Task Force Director	12/07/15

Attachment C

County Funds with Negative Cash Balance as of June 30, 2016

FUND NUMBER	FUND NAME	BALANCE AS OF JUNE 30, 2016	EXPLANATION
30100	Capital Construction Land & Building Acquisition	(3,721,327)	The negative cash balance is due to outstanding receivables from the bond trustee, the Executive Office, and other departments.
21450	Office On Aging	(3,008,684)	Office on Aging incurs costs for federal and state funded programs, however, reimbursement is in arrears. The turnaround time for receiving reimbursements from the state is at least 30 to 45 days. FY16 year-end schedule reflects \$2.2M in receivables expected to be received in August and September of 2016. Also June's reimbursement in the amount of \$1.3M was posted in July 2016.
65900	Court Collections Clearing	(2,783,469)	The negative cash is due to timing. Funds were distributed in June 2016, but actual collections were received in July 2016. The fund has a positive cash balance as of July 2016.
65031	Payroll Reconciliation Clearing	(325,779)	The fund is a clearing account for payroll. The negative cash is due to timing of contributions paid but not yet reimbursed.
11011	Auditor-Forged Warrants	(191,095)	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.
21810	Hospital Preparation Program Allocation	(176,289)	The negative cash balance is due to a timing difference between the department submitting their claims to the federal government and receiving reimbursement. As of 6/30/16, the department has outstanding reimbursements of \$384K from FY2014.
30106	Indio Youth Treatment/Education Center	(96,315)	The negative cash balance is due to outstanding receivables from the Executive Office and revenues coded to fund 30100 in error. A correcting journal will be processed.
30105	Van Horn Youth Treatment/Education Center	(49,384)	The negative cash balance is due to outstanding receivables due from the State.
69021	Western TUMF	(44,925)	The negative cash balance is due to timing issues between the posting of cash disbursements and cash receipts. As of July 2016, the fund has a positive cash balance.
65615	Tax Collection Non-Sufficient Funds	(36,995)	This fund will always have a negative fund balance due to a timing difference in processing tax deposit returned items. Deposit items, when dishonored by the bank are first charged to fund 65615 via a negative treasurer cash receipt. The fund is then made whole when the original payments are reversed or replacement funds are received.
51480	Western Riverside Council Of Governments	(23,770)	Negative cash balance is due to timing. Western Riverside Council of Governments (WRCOG) administers the Transportation Uniform Mitigation Fees (TUMF) program, expenditures were paid in June 2016 from their 51480 WRCOG fund but reimbursed from the TUMF fund 51570 in July 2016. This fund has a positive cash balance as of July 2016.
51837	L & LMD No 89-1-C, Zone 16J	(18,998)	The negative cash balance is due to timing. This fund is a Trust Fund for the City of Jurupa Valley and the money belongs to specific LMD zones in their jurisdiction. Revenue is received from property tax apportionments to cover contractual obligations. For fiscal year 2016 expenditures incurred were higher than funds available. Department of Transportation acted in its fiduciary capacity and transferred funds in August from another fund as a temporary loan to cover deficit. Loan will be repaid in October 2016 when property tax apportionments are processed.
65110	Health Insurance- PERS	(3,450)	The negative cash is due to timing. As of August 2016, this fund has a positive cash balance.
65190	State Withholding Tax County	(2,439)	Negative cash balance is due to pending payroll tax refunds from the state Employment Development Department (EDD) for June 2013 and March 2015. Refund date is unknown.
65140	OASDI County	(2,838)	The negative cash is due to pending tax refunds from Internal Revenue Service for calendar year 2013 through 2015. Refund date is unknown.
65130	Medicare Tax County	(1,537)	The negative cash is due to pending tax refunds from the Internal Revenue Service for calendar year 2013 through 2015. Refund date is unknown.
	Other Funds	(809)	The negative cash in 65125 is due to pending refunds from the Riverside Sheriff Association Union for March 2016 transactions. Refunds are expected to be received by September 2016. The negative cash in 11180 is due to year-end accrual entry posted to cash account in error. A journal entry has been processed in August 2016 to correct the entries and currently fund is in a positive position. The negative cash is due to timing. The negative cash balance in 11061 will be cleared when property tax distributions of the Secured Settlement 4 (SS4) is received in October 2016.
Grand Total of Negative Cash Balances		(10,488,101)	

Note: Negative cash balances for the above funds are obtained from the Pool Detail Report Negative Cash Only for Fiscal Year 2016 Accounting Period 12 Monthly.