

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



ITEM: 2.5
(ID # 23042)

MEETING DATE:
Tuesday, September 26, 2023

FROM : AUDITOR CONTROLLER:

SUBJECT: AUDITOR-CONTROLLER: Fiscal Year 2022-2023 Auditor-Controller Reports of Funds Established, Funds Close and Funds with Negative Cash Balances as of June 30, 2023. All Districts. [\$0]

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

1. Funds Established in Fiscal Year 2022-2023
2. Funds Closed in Fiscal Year 2022-2023
3. Funds with Negative Cash Balances as of June 30, 2023

ACTION:Consent

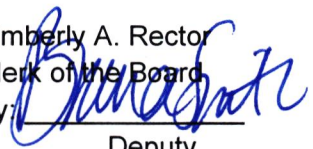
Ben J. Benoit, COUNTY AUDITOR-CONTROLLER 9/18/2023

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Gutierrez, seconded by Supervisor Washington and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Jeffries, Spiegel, Perez, Washington, and Gutierrez
Nays: None
Absent: None
Date: September 26, 2023
xc: Auditor-Controller

Kimberly A. Rector
Clerk of the Board

By: 
Deputy

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

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$ 0	\$ 0	\$ 0	\$ 0
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0
SOURCE OF FUNDS: N/A			Budget Adjustment:	No
			For Fiscal Year:	22/23

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

Pursuant to Board of Supervisors Policy Number B-14, Section 25252 of the Government Code and Board Resolution No. 2010-205, 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.

Attachment "A" represents 24 new funds that were established during the fiscal year.

Attachment "B" represents 5 funds that were closed during the fiscal year.

Attachment "C" reports the funds that had negative cash balances as of June 30th, 2023, including custodian's explanations for their cash deficit.

ATTACHMENT A. Funds Established in Fiscal Year 2022/2023

ATTACHMENT B. Funds Closed in Fiscal Year 2022/2023

ATTACHMENT C. County Funds with Negative Cash Balance as of June 30, 2023


Dolores Reyna, Principal Management Analyst 9/18/2023

Attachment A
Funds Established During Fiscal Year 2022/2023

Fund	Fund Name	Effective Date
11208	Deferred Maintenance Projects	5/10/2023
11209	Restricted Covenants Modification	6/21/2023
20280	Developer Fee / Agreements	12/12/2022
20567	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 151	8/8/2022
20568	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 152	8/8/2022
20569	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 214	8/8/2022
20570	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 218	8/8/2022
20571	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 220	8/8/2022
20572	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 146	8/30/2022
20573	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 147	8/30/2022
20574	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 155	6/21/2023
20575	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 156	6/21/2023
20576	Landscaping & Lighting Maintenance District No. 89-1-Consolidated, Street Lighting Zone 166	6/21/2023
20605	Community Facilities Districts Administration	2/24/2023
20830	Community Facilities Districts 22-4M Nuevo Meadows	2/15/2023
20840	Community Facilities Districts 22-5M Siena	2/22/2023
20850	Community Facilities Districts 22-6M Summit Canyon	2/22/2023
20860	Community Facilities Districts 23-1M Highgrove Town Center	6/6/2023
20870	Community Facilities Districts 23-2M Highgrove	6/6/2023
20880	Community Facilities Districts 23-3M Canterwood	6/6/2023
20890	Community Facilities Districts 23-5M Courts and Towns	6/6/2023
22901	Perris Cemetery District Pre-Need	12/13/2022
30704	Sheriff Capital Improvements Project	12/15/2022
52019	Murrieta 180 Endowment	3/31/2023

Attachment B
Funds Closed During Fiscal Year 2022/2023

Fund	Fund Name	Effective Date
11081	J Edward Eberle Memorial	1/19/2023
11082	Dean Stout Memorial	1/19/2023
21730	Coronavirus Aid, Relief, and Economic Security Act Coronavirus Relief	5/2/2023
47000	Temporary Assignment Program	10/6/2022
55025	Inland Empire Health Plan Health Access Assignment	3/27/2023

Attachment C



County Funds with Negative Cash Balance as of June 30, 2023

FUND NUMBER	FUND NAME	BALANCE AS OF JUNE 30, 2023	EXPLANATION
40050	Riverside University Health System	(\$117,217,976)	The purpose of this fund is to manage the activities of Riverside University Health System - Medical Center (RUHS-MC). RUHS-MC is paid in arrears for services rendered from all payors including Federal, State, Commercial and Private entities/ individuals.
65165	Retirement County	(50,327,728)	This is a California Public Employees Retirement fund. The negative balance is a result of mispostings. The correction was processed in Fiscal Year 2024 with journal entry 0002503975. As of July 2023, the fund has a positive balance.
65011	Deltacare USA DHMO	(3,677,642)	This fund is used to capture activity related to the dental health care plan under Deltacare. The funds are reimbursed through payroll collections of insurance premiums. The negative balance is due to timing. As of August 2023, the fund has a positive balance.
21450	Office On Aging	(3,008,858)	The Office on Aging is paid on a reimbursement basis in arrears from the federal and state governments, primarily through the California Department of Aging. Expenses are incurred before reimbursement is requested. Reimbursements for claims are received in the 1st quarter of the fiscal year. The 4th quarter request for funds aren't received until September of the new fiscal year. The negative cash balance is due to an offset with due from other governments account balances. Office on Aging will maintain these accounts throughout the year by asking for advances and following up with overdue payments in fiscal year 2024.
11158	Workers Compensation Insurance Fraud	(2,118,729)	The purpose of this fund is for the District Attorney's Office to prosecute California Department of Insurance Workers Compensation fraud cases. The negative cash balance is due to a timing difference as the related expenditures were properly accounted for within the appropriate fiscal year 2023. These reimbursements are typically received within the 1st quarter of the following fiscal year. As of August 2023, the fund has a positive balance.
69002	County C Warrants	(1,475,058)	This is a clearing fund for the Department of Public Social Services. The reason for the negative cash balance was due to timing difference resulting from US Bank funds for June 30, 2023. A cash receipt was posted on July 5, 2023, however, the disbursements of funds was made on June 30, 2023. As of August 2023, the fund has a positive balance.
22800	In-Home Supportive Services Public Authority	(1,354,440)	The purpose of this fund is to capture the In-Home Supportive Services Public Authority administrative expenses. The negative cash balance was due to the 3rd quarter payment, which was received in July 2023. Throughout the year the fund will have a timing issue between reimbursement from the State. The negative balance should be cleared at the end of the fiscal year.
45980	Internal Service Fund-Long Term Disability	(690,021)	The fund is used to capture activity related to long term disability. The funds are reimbursed through payroll collections. The negative balance is due to timing and adjustments. The fund will be brought to a positive balance in FY2024.
21841	California Proposition 56 Local Oral Health	(343,446)	The purpose of this fund is to capture public health expenses qualifying under the California Proposition 56 Local Oral Health Plan. The funding is on a reimbursement basis. Claims are submitted 45 days after the end of each quarter, and paid within 60 days. The negative cash balance is a result of the 3rd quarter claim submitted mid-May and payment is expected by end of July. The balance, also includes 4th quarter expenses, which will be claimed for reimbursement in mid-August.
65031	Payroll Recon Clearing	(325,779)	This fund is a clearing fund for payroll. The negative cash balance is due to the timing of transfers and adjustments between other payroll funds.
11011	Auditor-Forged Warrants	(219,381)	The purpose of this fund is to capture activities related to the replacement of forged warrants. Forged warrants are warrants presented and cashed by someone other than the payee. The County becomes aware of forged warrants when the original payee submits a claim to the Auditor Controller's Office. The Auditor Controller's Office then submits the claim to the bank to recover funds, however there is a timing difference between the reissuance and the refunds from the bank.
11197	Tax Collection Non-Sufficient Funds	(192,980)	This Fund is designated as a Non-Sufficient Funds Chargeback Fund. Due to the nature of this fund, the cash balance will always reflect as a negative amount. Outstanding liabilities are either recovered from taxpayers or bank collections.
11118	Department of Insurance-Auto Insurance Fraud	(183,724)	The purpose of the fund is for the District Attorney's Office to prosecute California Department of Insurance automobile fraud cases. The negative cash balance is due to a timing difference as the related expenditures were properly accounted for within the appropriate fiscal year 2023. Reimbursements are received within the 1st quarter of the following fiscal year. As of August 2023, the fund has a positive balance.

21840	California Proposition 56 Tobacco Tax of 2016	(146,152)	The purpose of this fund is to capture public health expenses qualifying under the California Proposition 56. The program supports healthcare for low income Californian's covered under Medi-Cal. The funding is on a reimbursement basis after advance funding is exhausted. Claims are submitted 45 days after the end of each quarter, and typically paid within 60 days. The negative cash is for the 3rd quarter claim submitted mid-May and payment expected by end of July. It also includes expenses incurred in 4th quarter, which will be claimed for reimbursement mid-August. As of August 2023, the fund has a positive balance.
11156	Auto Insurance Fraud - Urban	(117,459)	The purpose of the fund is to capture and prosecute automobile insurance fraud activity for the District Attorney's Office. The negative cash balance is due to a timing difference as the related expenditures were captured in fiscal year 2023. Reimbursements are received within the 1st quarter of the following fiscal year. As of August 2023, the fund has a positive balance.
40090	Riverside University Health System-Federal Qualified Health Center- Health Care Clinics	(98,615)	The purpose of this fund is to capture the RUHS activities of Federally Qualified Health Centers (FQHC) under the Riverside University Health System (RUHS). RUHS has opened several new FQHC clinics over the past few years and has experienced a structural deficit with the opening of these new clinics. The management team has been very proactive in exploring and managing revenue sources in order to resolve these deficiencies.
33100	Park Acquisition & Development, District	(86,484)	This is the Parks District's Capital Improvement Project fund. The negative balance is due to grant reimbursements that are currently pending receipt. Reimbursement is expected in September 2023 from the California Department of Parks & Recreation and from the California Coastal Conservancy.
65185	State Unemployment Insurance	(82,729)	This is the State Disability Insurance tax account. Payment was made in advance to the Employee Development Department for employees not enrolled in the state disability insurance tax. The employees are currently enrolled in ongoing payment plan to collect reimbursement.
20302	Landscape & Landscape Maintenance District-Zone 3	(24,966)	The purpose of this fund is to track the revenue received through property tax payments for the maintenance of landscapes zones. Revenue is received with the distribution of Secured Property Taxes in January and May. The negative cash balance is due to timing differences between tax receipts and expenditures. During fiscal year 2023, expenses were posted before corresponding revenues. Reimbursement will be received in the 2nd quarter fiscal year 2024.
65265	Abstract of Judgement	(12,662)	The purpose of this fund is to capture the activities related to employee garnishment payments and deposits. The negative cash balance is due to an overpayment to California Department of Child Support Services. Collection of revenue from the State is still pending.
20301	Landscape & Landscape Maintenance District-Zone 1	(9,933)	The purpose of this fund is to track the revenue received through property tax payments for the maintenance of landscapes zones. Revenue is received with the distribution of Secured Property Taxes in January and May. The negative cash balance is due to timing differences between tax receipts and expenditures. During fiscal year 2023, expenses were posted before corresponding revenues. Reimbursement will be received in the 2nd quarter fiscal year 2024.
11202	Victim Emergency Fund	(3,213)	The purpose of this fund is to provide emergency assistance to victims and witnesses of crime. The negative cash balance is due to the timing of reimbursements and expenditures. The District Attorney Office will monitor these accounts throughout the year by seeking timely reimbursements throughout fiscal year 2024.
65941	SB 1186 Disability Access	(2,289)	The purpose of this fund is to reduce the American Disabilities Act (ADA) claims filed in California and to encourage businesses and tenants to comply with California's construction related ADA requirements. This fund is negative due to the timing difference. As of August 2023, the fund has a positive balance.
20508	Landscape & Landscape Maintenance District-Zone 161	(2,245)	The purpose of this fund is to capture the tax assessments and expenses for the Landscape Maintenance Zone 161. Zone 161 has not been developed and no assessments for this zone have been collected. The maintenance cost for Zone 161 includes a shared traffic signal that will be reimbursed once development on the zone has been completed.
65190	State Withholding Tax County	(1,397)	The purpose of this fund is to capture the activities related to the payroll State Withholdings payments. The negative cash balance is due to prior year adjustments which is pending submittal to the Employment Development Department and currently being amended.
Grand Total of Negative Cash Balances		(181,723,905)	

Note: Negative cash balances for the above funds are obtained from the "Pool Detail Report Negative Cash Only" for Fiscal Year 2023 Accounting Period 12 Monthly.