



Internal Audit Department

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

AUDIT HIGHLIGHT

SEPTEMBER 4, 2013

RESULTS OF CONTINUOUS AUDITING USING CAATS – AUGUST 2013: Auditor-Controller, Human Resource Services, & County Procurement Office Audit for Duplicate Vendor Payments and Other Periodic Routines Audit No. 1349-B

WHAT WE FOUND?

Duplicate Vendor Payments: Our review of \$258 million vendor disbursements processed during July 2013 found that 100% of invoices were paid only once. Of the 12,064 invoices processed during July 2013, we identified no potential duplicate payments made to vendors.

Employee-Vendor: For the quarter-ended June 30, 2013, no potential conflicts were identified in the employee-vendor matches we reviewed. In addition, one (1) employee-vendor match identified in our analysis at March 31, 2013 was reviewed in further detail and determined to not be a conflict.

Working Retirees: As of July 25, 2013, no OC working retirees exceeded the fiscal year 2013-2014 limits of 960 or 720 hours mandated by Government Code Sections 31680.6 & 31641.04.

Payroll Direct Deposits: No findings resulted from the payroll direct deposit CAAT routine this month.

WHY IS THIS ANALYSIS IMPORTANT?

Duplicate Vendor Payments: For FY 12-13, established vendor payments were about \$2.6 billion (this amount is a subset of the total payments and does not include miscellaneous vendor payments; see report for details). To date, we have identified \$1,025,702 in duplicate payments made to vendors of which the County has collected \$1,011,943 or 99%.

Working Retirees: As of July 25, 2013, OC working retiree/extra-help hours were:

Department	No. of Working Retirees	FY 13-14 Hours
Sheriff-Coroner	77	4,321
District Attorney	19	1,588
Social Services Agency	3	414
Probation	8	400
Health Care Agency	10	213
Assessor	5	199
OC Public Works	2	189
Human Resource Services	2	144
Child Support Services	1	17
Treasurer-Tax Collector	1	76
Total	128	7,561

Payroll Direct Deposits: For FY 12-13, direct deposits for regular payroll were about \$1.3 billion.

CAATS - Cited as a Best Practice by the Institute of Internal Auditors