



INTERNAL AUDIT DEPARTMENT
COUNTY OF ORANGE

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**REPORT ON REVIEW
OF THE
STATEMENT OF ASSETS HELD
BY THE COUNTY TREASURY**

AS OF JUNE 30, 2006

AUDIT NUMBER: 2570

REPORT DATE: AUGUST 29, 2006

Audit Director: Peter Hughes, Ph.D., CPA
Deputy Director: Eli Littner, CPA, CIA, CISA
Audit Manager: Alan Marcum, MBA, CPA, CIA
Senior Auditor: Kenneth Wong, CPA, CIA

**Report on Review of the Statement of Assets
Held by the County Treasury**

As of June 30, 2006

TABLE OF CONTENTS

Transmittal Letter..... i

INTERNAL AUDITOR’S REPORT..... 1

Statement of Assets Held by the County Treasury as of June 30, 2006 3



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Transmittal Letter

Audit No. 2570

August 29, 2006

TO: Members, Board of Supervisors

FROM: Peter Hughes, Ph.D., CPA, Director
Internal Audit Department

SUBJECT: Report on Review of the Statement of Assets Held
by the County Treasury, as of June 30, 2006

At the request of the Auditor-Controller, we have completed our Report on Review of the Statement of Assets held by the County Treasury as of June 30, 2006.

Other recipients of this report:

Members, Audit Oversight Committee
Thomas G. Mauk, County Executive Officer
David E. Sundstrom, Auditor-Controller
Jan Grimes, Assistant Auditor-Controller, Central Operations
John M.W. Moorlach, Treasurer-Tax Collector
Chriss W. Street, Assistant Treasurer-Tax Collector
Paul C. Gorman, Deputy Treasurer
Foreperson, Grand Jury
Darlene J. Bloom, Clerk of the Board of Supervisors



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INTERNAL AUDITOR'S REPORT

Audit No. 2570

August 29, 2006

Members, Board of Supervisors
Hall of Administration Building
10 Civic Center Center Plaza
Santa Ana, CA 92701

Pursuant to Government Code §26920(a), we have reviewed the accompanying Statement of Assets Held by the County Treasury as of June 30, 2006 (financial statement) in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in this financial statement is the representation of the management of the Treasurer's Office.

A review consists primarily of inquiries of Treasury personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, with the exception of the matter described in the following paragraph, we are not aware of any material modifications that should be made to the accompanying financial statement prepared on the cash basis, as modified, which is a comprehensive basis of accounting other than United States generally accepted accounting principles.

Management has elected to omit all disclosures ordinarily included in a financial statement prepared on the cash basis, as modified. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the Treasurer's assets. Accordingly, this financial statement is not designed for those who are not informed about such matters.

This report is intended for the information of the management of the County of Orange Auditor-Controller. However, this report is a matter of public record and its distribution is not limited.

Sincerely,

Peter Hughes, Ph.D., CPA
Director, Internal Audit

Attachment

Distribution Pursuant to Audit Oversight Procedure No. 1:

Members, Audit Oversight Committee
Thomas G. Mauk, County Executive Officer
David E. Sundstrom, Auditor-Controller
Jan Grimes, Assistant Auditor-Controller, Central Operations
John M.W. Moorlach, Treasurer-Tax Collector
Chriss W. Street, Assistant Treasurer-Tax Collector
Paul C. Gorman, Deputy Treasurer
Foreperson, Grand Jury
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 DEPUTY TREASURER-TAX COLLECTOR
 INFORMATION TECHNOLOGY

BRETT R. BARBRE
 DEPUTY TREASURER-TAX COLLECTOR
 PUBLIC INFORMATION OFFICER

**STATEMENT OF ASSETS HELD BY THE COUNTY TREASURY
 AS OF JUNE 30, 2006**

ASSETS

| | County Pool | Educational Pool | Non-Pooled | Total |
|------------------------------------|-------------------------|-----------------------------|-----------------------|-------------------------|
| CASH | | | | |
| Cash on Hand | \$ 107,499 | \$ - | \$ - | \$ 107,499 |
| Demand Accounts | 13,017,885 | 12,541,196 | 31,491 | 25,590,572 |
| Total Cash | 13,125,384 | 12,541,196 | 31,491 | 25,698,071 |
| INVESTMENTS, stated at cost | | | | |
| Orange County Investment Pool: | | | | |
| Money Market Fund | 1,800,210,396 | | | 1,800,210,396 |
| Extended Fund | 1,153,279,383 | | | 1,153,279,383 |
| Orange County Educational Pool: | | | | |
| Money Market Fund | | 1,875,582,885 | | 1,875,582,885 |
| Extended Fund | | 550,000,000 | | 550,000,000 |
| Non-pooled | | | 135,774,509 | 135,774,509 |
| Total Investments | 2,953,489,779 | 2,425,582,885 | 135,774,509 | 5,514,847,173 |
| TOTAL ASSETS | \$ 2,966,615,163 | \$ 2,438,124,081 | \$ 135,806,000 | \$ 5,540,545,244 |


 John M. W. Moorlach, C.P.A., CFP®
 Treasurer-Tax Collector

