

THE BOARD OF SUPERVISORS OF THE COUNTY OF STANISLAUS
BOARD ACTION SUMMARY

DEPT: Auditor-Controller *JK*

BOARD AGENDA #: *B-4

AGENDA DATE: March 1, 2016

SUBJECT:

Acceptance of Accountant's Report on the Stanislaus County Treasurer's Statement of Assets as of September 28, 2015

BOARD ACTION AS FOLLOWS:

No. 2016-97

On motion of Supervisor Chiesa, Seconded by Supervisor O'Brien
and approved by the following vote,

Ayes: Supervisors: O'Brien, Chiesa, Withrow, DeMartini, and Chairman Monteith

Noes: Supervisors: None

Excused or Absent: Supervisors: None

Abstaining: Supervisor: None

1) Approved as recommended

2) Denied

3) Approved as amended

4) Other:

MOTION:

ATTEST:

Christine Ferraro
CHRISTINE FERRARO TALLMAN, Clerk

File No.

**THE BOARD OF SUPERVISORS OF THE COUNTY OF STANISLAUS
AGENDA ITEM**

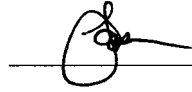
DEPT: Auditor-Controller

Urgent Routine

BOARD AGENDA #: *B-4

AGENDA DATE: March 1, 2016

CEO CONCURRENCE: _____



JLC

4/5 Vote Required: Yes No

SUBJECT:

Acceptance of Accountant's Report on the Stanislaus County Treasurer's Statement of Assets as of September 28, 2015

STAFF RECOMMENDATIONS:

1. Accept the Accountant's Report on the Stanislaus County Treasurer's Statement of Assets as of September 28, 2015.

DISCUSSION:

Government Code Section 26920(a) mandates the County Auditor-Controller review the Treasurer's Statement of Assets in the County Treasury at least once each quarter. The review shall be accomplished and a report issued to the Board of Supervisors in accordance with the appropriate professional standards, as determined by the County Auditor-Controller.

Government Code Section 26920(b) further mandates the County Auditor-Controller perform or cause to be performed an audit of the assets in the County Treasury at least annually and express an opinion whether the Treasurer's Statement of Assets is presented fairly and in accordance with Generally Accepted Accounting Principles. To meet this annual audit requirement, the County determined the annual external financial audit complies with this mandate.

Additionally, Government Code Section 53601 and 53635 provides restrictions and guidelines to define the type of investments authorized, maturity limitations, portfolio diversification (maximum percent of portfolio), credit quality standards, and purchase restrictions. All investments held in the County Treasury are physically reviewed for compliance during the quarterly review to ensure conformity with Government Code.

The purpose of the County Auditor-Controller's review was to determine whether cash and investments held by the Treasurer, and as shown on the statement as attached, were as stated.

Based on the review, the statement presents, in all material respects, the Treasurer's Statement of Assets of the County of Stanislaus as of September 28, 2015.

Acceptance of Accountant's Report on the Stanislaus County Treasurer's Statement of Assets as of September 28, 2015

Upon acceptance of the Chairman of the Board, the report will be distributed to the Clerk of the Board as required by Government Code Section 26922.

POLICY ISSUE:

Government Code Section 26920(a) requires a quarterly review of the County Treasurer's Statement of Assets be performed by the County Auditor-Controller. The Stanislaus County Treasurer's Investment Policy and Government Code Section 53601 and 53635 provide the guidelines on authorized investments and percentage limits on those investments.

FISCAL IMPACT:

There is no fiscal impact for the acceptance of the Accountant's Report on the Stanislaus County Treasurer's Statement of Assets as of September 28, 2015. Total cash and investments as reported on the Treasurer's Statement of Net Assets were \$1,042,134,779 as of September 28, 2015.

BOARD OF SUPERVISORS' PRIORITY:

The recommended action is in alignment with the Board's priority for the Efficient Delivery of Public Services.

STAFFING IMPACT:

Existing Internal Audit staff performs the audit work required by Government Code Section 26920(a).

CONTACT PERSON:

Cara Kiely, CPA

Manager III

Telephone: 209-525-6502

ATTACHMENT(S):

- A. Accountant's Report
- B. Stanislaus County Treasurer's Statement of Assets

**STANISLAUS COUNTY
TREASURER'S STATEMENT OF ASSETS**

AS OF SEPTEMBER 28, 2015

ACCOUNTANT'S REPORT

February 8, 2016

Board of Supervisors
County of Stanislaus
Modesto, CA

We have reviewed the Treasurer's Statement of Assets of the County of Stanislaus, California as of September 28, 2015, as required by California State Code Section 26920 (a) and 26922. The County Treasurer is responsible for the Statement of Assets. The purpose of the review was to determine whether cash and investments held by the Treasurer, and as shown on the statement, were as stated.

Our review was conducted in accordance with the International Standards for the Professional Practice of Internal Auditing, published by the Institute of Internal Auditors. These standards require that we plan and perform the review to provide sufficient, reliable, and useful evidence to achieve the objectives.

The Auditor-Controller is mandated by various statutes within the California Government Code to perform certain accounting, auditing, and financial reporting functions. These activities, in themselves, necessarily impair the auditor's independence. Although the Auditor-Controller is statutorily obligated to maintain the accounts of departments, districts or funds that are contained within the county treasury, we believe adequate safeguards and divisions of responsibility exist.

Based on our review, the statement referred to above presents, in all material respects, the Treasurer's Statement of Assets of the County of Stanislaus as of September 28, 2015.



Cara Kiely
Certified Public Accountant
Internal Audit Manager
Auditor-Controller's Office
County of Stanislaus

STANISLAUS COUNTY
TREASURER'S STATEMENT OF ASSETS
As of **September 28, 2015**

Cash and Investments per Auditor-Controller	\$ <u>1,042,134,779</u>
Cash in Treasury Per Cash Count:	
Cash on Hand:	
Currency and Coin	\$ 37,057
Checks	271
Active Bank Deposits	126,378,929
California Local Agency Indebtedness	9,915,000
Commercial Paper	9,981,500
Local Agency Investment Fund	30,000,000
Medium Term Corporate Notes	163,655,353
Money Market Funds	250,000
Negotiable CD's	100,000,000
U. S. Treasury and Federal Agency Securities	<u>601,916,669</u>
Total Cash and Investments in Treasury	\$ <u>1,042,134,779</u>