



Internal Audit Department

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

AUDIT HIGHLIGHT

SEPTEMBER 21, 2010

**RESULTS OF CONTINUOUS AUDITING USING CAATS:
Auditor-Controller, Human Resources, & County Procurement Office
Duplicate Vendor Payments and Other Routines
Audit No. 1041-C**

WHAT WE FOUND?

Duplicate Vendor Payments: Our review of \$207 million vendor disbursements processed during August 2010 found that **99.98% of invoices were paid only once**. Of the 12,906 invoices processed during August 2010, we identified 3 potential duplicate payments made to vendors totaling \$1,090 or .0005% of the \$207 million.

Employee-Vendor: All potential employee-vendor matches identified to date have been researched and resolved. Our next analysis will be performed at 9/30/10.

Working Retirees: As of 9/9/10, **no working retirees exceeded the annual limits** of 960 or 720 hours for FY 10-11 as mandated by Government Code Sections 31680.6 & 31641.04.

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

WHY IS THIS ANALYSIS IMPORTANT?

Vendor Payments: For FY 09-10, established vendor payments were about \$2.2 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 \$950,758 in duplicate payments made to vendors of which the County has collected \$904,864 or 95%.

Working Retirees: For FY 10-11, extra help/working retirees with hours as of 9/9/10:

Department	No. of Working Retirees	Total FY Hours To Date
Sheriff-Coroner	57	7,443
District Attorney	8	1,573
Health Care Agency	8	1,127
Assessor	4	360
Auditor-Controller	1	289
OC Public Works	2	240
County Counsel	1	183
Total	81	11,215

Payroll Direct Deposit: For FY 09-10, direct deposits for regular payroll were about \$1.3 billion.

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