



Eric H. Woolery • Auditor-Controller, County of Orange

# PRESS RELEASE

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**FOR IMMEDIATE RELEASE**

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## **AUDITOR-CONTROLLER RELEASES AUDIT OF DAVID L. BAKER**

### **GOLF COURSE CONCESSION**

[To view the audit click here](#)

**October 17, 2016**, – Orange County Auditor-Controller Eric H. Woolery, CPA today released an audit of the David L. Baker Golf Course concession agreement (here forth known as Arcis), for the period January 1, 2015 through December 31, 2015. According to Woolery, “Overall, the audit of the David L. Baker Golf Course concession agreement had no major issues other than six control findings. While typically our audits make the news when there are major issues, the majority of our audits, such as this one, find that there are only minor issues that need simple correcting.”

The audit identified a total of six control findings. A control finding concerns one or more of the following: internal controls, compliance, or effectiveness and efficiency issues. The six control findings and the recommendations are listed below.

- Mandatory banquet services charges were not reported as gross receipts and as a result, related rent owed is \$1,678.00.
- Gross receipts from club and cart rentals were reported in an incorrect category and, as a result, additional rent owed is \$1,323.00.

- It was found that there is consumption of alcoholic beverages on the golf course. Currently, the lease designates the area of the restaurant and banquet facility for alcoholic beverage consumption. It was recommended that OC Community Resources (OCCR) determine whether or not consumption of alcoholic beverages on the course is acceptable.
- Banquet, tournament, and room rental agreements were not prenumbered. It was recommended that Arcis begin to use serially prenumbered agreements for the rental of facilities to ensure the accuracy and completeness of records and reported gross receipts.
- Required financial statements were not submitted timely by Arcis. OCCR should ensure the required annual financial statements are submitted.
- Review and reconciliation of financial statements was not performed timely by the County of Orange Auditor-Controller's Satellite Accounting Unit. It was recommended that OCCR obtain, review, and reconcile annual financial statements in a timely manner.

It is expected that these audit recommendations will be implemented within six months or sooner. A follow-up audit will take place beginning at six months from the release of the audit report, at which time all recommendations are expected to be addressed.

The Auditor-Controller's Office of Orange County typically releases anywhere from one to five audit reports per month. With over 400 employees, the Orange County Auditor-Controller's Office is the largest independently elected Auditor Controller in the State.

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