



**COUNTY OF LOS ANGELES  
DEPARTMENT OF AUDITOR-CONTROLLER**

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March 19, 2009

TO: Supervisor Don Knabe, Chairman  
Supervisor Gloria Molina  
Supervisor Mark Ridley-Thomas  
Supervisor Zev Yaroslavsky  
Supervisor Michael D. Antonovich

FROM: Wendy L. Watanabe  
Auditor-Controller

SUBJECT: **CASH FLOW PROJECTION**

During the last few weeks, we worked with the Chief Executive Office to update the attached cash flow projection for the remainder of this fiscal year. Since the State has resumed their payments to local governments, we are now able to reaffirm the previously estimated June 30, 2009 cash balance for the General Fund at positive \$703 million. The estimated June 30, 2009 cash balances for the Hospital Funds were revised from \$80 million to \$15 million. The reduced amount is associated with payments made from the LAC+USC Medical Center Replacement Accumulated Capital Outlay Fund for transition costs and activities at the new Medical Center. Therefore, the combined June 30, 2009 cash balances are now estimated at \$718 million.

The year-end cash projection relies on the State's ability to make timely payments to the County for the remainder of this fiscal year, without deferrals. This week, the State Controller began to remit deferred February payments to the County. However, the State's cash flow remains unstable; we will continue to monitor and report developments that affect the projected amount.

**Short-Term Outlook**

The actual February 28, 2009 combined cash balances were positive \$411 million and the estimated March 31, 2009 cash balances are positive \$166 million. Our short-term cash flow in April and May reflects an increase due to anticipated property tax collections.

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Board of Supervisors  
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If you have any questions, please contact me, or your staff may call John Naimo at (213) 974-8484.

WLW:JN:CY:leh  
Acctg/Admin/Admin/cfp2

c: William T Fujioka, Chief Executive Officer  
Mark J. Saladino, Treasurer and Tax Collector  
Sachi A. Hamai, Executive Officer

**GENERAL FUND  
HOSPITAL FUNDS  
MONTHLY CASH FLOW PROJECTION**  
(in thousands)

| Description          | ACTUAL       | ACTUAL         | ACTUAL            | ACTUAL          | ACTUAL           | ACTUAL           | ACTUAL          | ACTUAL           |               |               |             |              |
|----------------------|--------------|----------------|-------------------|-----------------|------------------|------------------|-----------------|------------------|---------------|---------------|-------------|--------------|
|                      | July<br>2008 | August<br>2008 | September<br>2008 | October<br>2008 | November<br>2008 | December<br>2008 | January<br>2009 | February<br>2009 | March<br>2009 | April<br>2009 | May<br>2009 | June<br>2009 |
| General Fund :       |              |                |                   |                 |                  |                  |                 |                  |               |               |             |              |
| Beginning Cash       | \$ 1,492,772 | \$ 993,620     | \$ 499,949        | \$ 378,335      | \$ (128,888)     | \$ (372,232)     | \$ 29,299       | \$ 557,595       | \$ 374,935    | \$ 150,540    | \$ 528,526  | \$ 974,791   |
| Receipts             | 1,488,803    | 694,786        | 1,049,898         | 859,797         | 960,625          | 1,968,428        | 1,822,187       | 941,640          | 1,014,868     | 1,785,841     | 1,605,001   | 1,622,775    |
| Disbursements        | (1,987,955)  | (1,188,457)    | (1,171,512)       | (1,367,020)     | (1,203,969)      | (1,566,897)      | (1,293,891)     | (1,124,300)      | (1,239,263)   | (1,407,855)   | (1,158,736) | (1,894,658)  |
| Month End Cash       | \$ 993,620   | \$ 499,949     | \$ 378,335        | \$ (128,888)    | \$ (372,232)     | \$ 29,299        | \$ 557,595      | \$ 374,935       | \$ 150,540    | \$ 528,526    | \$ 974,791  | \$ 702,908   |
| Hospital Funds :     |              |                |                   |                 |                  |                  |                 |                  |               |               |             |              |
| Month End Cash       | 89,272       | 78,700         | 77,717            | 82,955          | 54,919           | 50,688           | 40,641          | 36,097           | 15,000        | 15,000        | 15,000      | 15,000       |
| Total Month End Cash | \$ 1,082,892 | \$ 578,649     | \$ 456,052        | \$ (45,933)     | \$ (317,313)     | \$ 79,987        | \$ 598,236      | \$ 411,032       | \$ 165,540    | \$ 543,526    | \$ 989,791  | \$ 717,908   |