



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

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July 20, 2010

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

FROM: Wendy L. Watanabe  
Auditor-Controller

**SUBJECT: FINAL CASH FLOW REPORT - FISCAL YEAR 2009-2010**

Attached is the final cash flow schedule for Fiscal Year (FY) 2009-2010. The combined cash balances for the General Fund and the Hospital Funds were positive \$736 million, which was \$436 million higher than our previous estimate of \$300 million. The increase was largely due to \$280 million collected from the State for healthcare services in the final week of June. Although these revenues were owed to the County for services previously rendered, there was uncertainty as to whether collection would be secured by June 30. These collections were achieved prior to June 30, largely due to the persistent efforts of the County's Department of Health Services. Collections associated with social service programs were also approximately \$130 million higher than anticipated.

The County's combined cash balances at the beginning of FY 2009-2010 were \$1.114 billion and there was a \$378 million reduction of cash during FY 2009-2010. Of this amount, \$220 million was related to the Hospital Funds. Despite the impressive healthcare collections during the month of June, the amount of cash advances from the General Fund to the Hospital Funds grew from \$784 million on July 1, 2009 to \$1.004 billion at June 30, 2010.

The County's cash reserves, short-term note proceeds of \$1.5 billion, and internal borrowing resources are sufficient to meet cash obligations for the first quarter of FY 2010-2011. We are monitoring FY 2010-2011 budgetary developments and intend to provide our next report to your Board in October 2010, which should be reflective of the County's Supplemental Budget actions and other material cash flow developments.

Board of Supervisors  
July 20, 2010  
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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/Exec/Naimo/cfp2-year end

Attachment

c: William T Fujioka, Chief Executive Officer  
Mark J. Saladino, Treasurer and Tax Collector  
Sachi A. Hamai, Executive Officer  
John F. Schunhoff, Ph.D., Interim Director, Department of Health Services  
Audit Committee  
Public Information Office

**GENERAL FUND  
HOSPITAL FUNDS  
MONTHLY CASH FLOW PROJECTION  
FISCAL YEAR 2009 - 2010**  
(in thousands)

Description	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL
	July 2009	August 2009	September 2009	October 2009	November 2009	December 2009	January 2010	February 2010	March 2010	April 2010	May 2010	June 2010
General Fund :												
Beginning Cash ***	\$ 1,101,527	\$ 1,594,708	\$ 1,086,472	\$ 841,446	\$ 674,134	\$ 274,995	\$ 531,471	\$ 594,512	\$ 214,654	\$ (169,894)	\$ (90,175)	\$ 427,453
Receipts	2,255,783	612,598	927,277	1,149,976	786,838	1,914,737	1,793,690	899,353	965,046	2,008,129	1,872,409	2,953,145
Disbursements	(1,762,602)	(1,120,834)	(1,172,303)	(1,317,288)	(1,185,977)	(1,658,261)	(1,730,649)	(1,279,211)	(1,349,594)	(1,928,410)	(1,354,781)	(2,653,585)
Month End Cash	\$ 1,594,708	\$ 1,086,472	\$ 841,446	\$ 674,134	\$ 274,995	\$ 531,471	\$ 594,512	\$ 214,654	\$ (169,894)	\$ (90,175)	\$ 427,453	\$ 727,013
Hospital Funds :												
Month End Cash	22,063	27,789	15,014	16,011	13,958	16,919	11,115	9,942	18,701	20,163	44,129	9,341
Total Month End Cash	\$ 1,616,771	\$ 1,114,261	\$ 856,460	\$ 690,145	\$ 288,953	\$ 548,390	\$ 605,627	\$ 224,596	\$ (151,193)	\$ (70,012)	\$ 471,582	\$ 736,354

\*\*\* As of July 1, 2009, the beginning cash balance for Hospital Funds was \$12,499 and total combined cash balances were \$1,114,026.