



**COUNTY OF ORANGE
INTERNAL AUDIT DEPARTMENT**

OFFICE OF THE DIRECTOR

*Integrity
Objectivity
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Audit No. 2147

August 16, 2004

TO: Bryan G. Speegle, Director
Resources & Development Management Department


SUBJECT: Limited Review of Lease Revenue for David L. Baker Memorial Golf Course
PR37A-151

We have performed a limited review of certain records and documents for the period ended April 30, 2001, pertinent to the lease agreement (Agreement) between the County of Orange and American Golf Corporation (American Golf), dated April 30, 1987, as amended. The Agreement is for operation of the David L. Baker Memorial Golf Course.

The primary purpose of our review was to determine whether American Golf's records adequately supported gross receipts reported to the County. We also reviewed compliance with certain other provisions of the Agreement, such as allowed uses and payment procedures.

Based on our review, we find that American Golf has sufficient records to adequately support monthly gross receipts reported to the County. We did note certain less significant compliance issues that were communicated to your staff in an exit meeting.

We appreciate the courtesy and cooperation extended to us by the personnel at American Golf, RDMD/Real Estate Services, and RDMD/Accounting. If you have any questions regarding our review, please call me, Eli Littner, Deputy Audit Director, at (714) 834-5899, or Autumn McKinney, Audit Manager, at (714) 834-6106.


Dr. Peter Hughes, CPA
Director of Internal Audit

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