



Board Agenda Item 11

DATE: July 11, 2017

TO: Board of Supervisors

SUBMITTED BY: Emilia Reyes, Executive Director
Children and Families Commission of Fresno County

SUBJECT: Present Children and Families Commission's Audit Report and State Annual Report

RECOMMENDED ACTION(S):

Accept presentation by the Children and Families Commission of Fresno County on the Commission's FY 2015-16 Audit Report and State Annual Report.

ALTERNATIVE ACTION(S):

There is no alternative action as this is a presentation requiring no action from your Board.

FISCAL IMPACT:

There is no net County cost associated with the recommended action.

DISCUSSION:

The First 5 Fresno County Commission's State Annual Report and Audit Report for fiscal year 2015-16 are presented here in accordance with the changes to the County ordinance that governs the Commission made effective September 19, 2014 (Chapter 2.38). In accordance with California's Health and Safety Code Section 130100-130155, the First 5 Fresno County Commission conducts annual audits and state reports to measure the implementation and performance of its functions during each fiscal year. On or before November 1 of each year, each County Commission is required to submit its Financial Audit Report and State Annual Report to the First 5 California State Commission. In addition, the auditor for each County Commission submits each audit report, simultaneously to both, the State Controller's Office and the First 5 California State Commission. Below are descriptions and highlights of both reports.

As a result of the County ordinance change in September 2014, the local First 5 Commission is also required to present its final Annual Audit Report to the Fresno County Audit Committee for review and comment prior to coming before the full Board of Supervisors.

Audit Report

The scope of the audit encompasses an assessment of the First 5 Fresno County Commission policies and practices to be reviewed by the State Controller's Office and the First 5 California State Commission to ensure adherence to the California Health and Safety Code Section 130140 in a variety of aspects. These include the financial condition of the Commission as well as contracting and procurement policies, procedures and practices to assure compliance with all applicable State and local statutes and regulations. The First 5 Fresno County Commission conducted a public hearing of the proposed 2015-16 Audit Report on October 28, 2016 and adopted it. The Commission's Audit Report was then presented and reviewed during the first meeting of the year of the County of Fresno's Audit Committee on January 27, 2017 and tabled to the second meeting on June

2, 2017 and is now being presented before the Fresno County Board of Supervisors.

Since inception, the First 5 Fresno County Commission has had no audit findings. The 2015-16 Audit Report included a total Fund Balance of \$26.7 million with \$10.9 million allocated for the Lighthouse for Children facility and \$15.8million committed in grants to a variety of community partners serving children and families in Fresno County. Financial highlights of the 2015-16 Audit Report are shown in the table below:

**First 5 Fresno County
Highlights of Annual Audit Report
FY 2015-16**

Total Revenue	\$11,025,495
Expenditures	
Administrative Costs	\$ 550,280
Program Services Investments	\$ 8,756,964
Evaluation Expenditures	\$ 1,11,472
Total Expenditures	\$10,418,716

State Annual Report

Produced in accordance with State statute and guidelines, the purpose of the State Annual Report is to provide feedback to the First 5 California State Commission on the County Commission's programmatic and strategic direction as well the number of services provided to Fresno County clients within the designated First 5 California statewide strategic initiatives (result areas). The report highlights funding support in services and systems used to improve family functioning, child development, child health, and systems of care for children ages 0 to 5 and their families. The consolidated report is provided to the First 5 California State Commission for review and approval. The First 5 Fresno County Commission conducted a public hearing of the 2015-16 State Annual Report on October 28, 2016 and adopted it. As part of the County ordinance requirements, the local Commission's State Annual Report is being presented before the Fresno County Board of Supervisors.

The First 5 Fresno County Annual Report includes the total number of services provided to children ages 0 to 5, their families and early childhood professionals that serve them within the four aforementioned State result areas. Highlights of these result areas are shown in the table below.

**First 5 Fresno County
Highlights of Annual Report to First 5 California
FY 2015-16**

Number of services to children ages 0 to 5	8,192
Number of services to parents and early childhood professionals	23,294
State Result Area Investments	\$9,225,724
Child Development	\$1,411,594
Child Health	\$2,251,819
Family Functioning	\$1,936,517
Systems of Care	\$3,157,034

OTHER REVIEWING AGENCIES:

Fresno County Audit Committee

REFERENCE MATERIAL:

BAI #10, April 26, 2016

ATTACHMENTS INCLUDED AND/OR ON FILE:

FY2015-16 First 5 Fresno Audit Report
FY2015-16 First 5 State Annual Report
Report Presentation
First 5 Meeting Agenda for Audit and State Report Public Hearing
Fresno County Audit Committee Meeting Memo/Agenda

CAO ANALYST:

Ronald Alexander