



OFFICE OF THE
COUNTY AUDITOR-CONTROLLER

County Administrative Center
4080 Lemon Street, 11th Floor
P.O. Box 1326
Riverside, CA 92502-1326
(951) 955-3800
Fax (951) 955-3802



Robert E. Byrd, CGFM
AUDITOR-CONTROLLER

Ivan M. Chand, CGFM
ASSISTANT AUDITOR-CONTROLLER

August 19, 2005

Mr. Matt Paulin, Principal Program Budget Analyst
State of California
Department of Finance
915 L Street, 8th Floor
Sacramento, CA 95814

Subject: **Auditor-Controller's Review of Riverside County Assessor's Fiscal-Year 2004-2005 Property Tax Administration Program Performance Report**

Dear Mr. Paulin:

We have reviewed the 2004-2005 State/County Property Tax Administration Grant Program Performance Results to verify that the Assessor's calculations are arithmetically correct and the performance results satisfy the requirements specified in Section 5 of the State/County Property Tax Administration Program Agreement.

Our review included those procedures we considered necessary under the circumstances to perform this verification. These procedures included a review of supporting documentation and interviews with the Assessor management and staff. We also recomputed the Assessor's calculations of the amount of additional revenue received by schools.

Based on our review, we conclude the Assessor's calculations are arithmetically correct and the performance results satisfy the requirements specified in Section 5 of the State/County Property Tax Administration Program Agreement.

Sincerely,

Michael G. Alexander, CIA, MBA
Chief Internal Auditor

RIVERSIDE COUNTY
PROPERTY TAX ADMINISTRATION PROGRAM
WHOLE OFFICE APPROACH – ALL CATEGORIES
2004/2005

Categories of Change	Units	Added Value
Transfers	44,470	6,334,446,343
New Construction	25,524	3,317,770,793
Supplemental Value Added (1)		4,826,108,568
Audits - Mandatory and Non-Mandatory		
Mandatory	386	85,757,965
Non-Mandatory	75	(1,751,625)
Prop. 8's - Restore Project	3,973	245,775,603
Business Total (All BPP, Fix Secured and Unsecured)		7,873,786,395
AAB's (2)	2,621	2,189,276,569
Total Changed Value		24,871,170,611

Tax Revenue	1%	\$ 248,711,706
Assessor PTAP	13.4%	\$ 33,272,296
Schools Share	47.89%	\$ 15,933,547

Schools Share or Added Value	\$ 15,933,547
PTAP Grant Amount	\$ 2,358,068
Difference	<u>\$ 13,575,479</u>

Property Tax Administration Percent Calculation

PTAP Grant Amount	\$ 2,358,068
Assessor Budget	\$ 17,626,650
Assessor PTAP% (3)	13.4%

- (1) Supplemental value estimated at 50% of Transfer and New Construction value.
- (2) The difference between Taxpayer's opinion value and AAB's final value.
- (3) PTAP grant amount / Assessor budget