

FY 2014 Third Quarter Review
Attachment VI – FY 2013 Audit Adjustments

FY 2013 AUDIT ADJUSTMENTS

The FY 2013 General Fund ending balance is increased by \$1.46 million as a result of revenue audit adjustments of \$2.08 million offset by expenditure audit adjustments of \$0.61 million. Adjustments in FY 2013 expenditures were made in the General Fund Group, Capital Project, Special Revenue, Internal Service, Enterprise and Agency and Trust funds. In addition, several revenue adjustments were made in the Capital Project, Special Revenue, Internal Service, Enterprise and Agency and Trust funds. This audit attachment also outlines changes in the Fairfax County Public School, Fairfax County Park Authority and Fairfax County Redevelopment and Housing Authority funds based on the final year-end reconciliation of these accounts. It should be noted that all of these audit adjustments were reflected in the FY 2013 Comprehensive Annual Financial Report (CAFR).

It should be noted that audit adjustments were made which require an increase in the FY 2013 appropriation level for Fund 60000, County Insurance and Fund S43000, Public School Adult and Community Education. A Supplemental Appropriation Resolution (SAR) AS 13346 for FY 2013 for these funds is included in the SAR package of the *FY 2014 Third Quarter Review*.

Fund	Fund Title/Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2014 Impact
General Fund Group							
10001	General Fund - Real Estate Taxes			\$695,895.00		\$695,895.00	
	To record Real Estate tax receipts received within the first 45 days of FY 2014 that were actually earned in FY 2013.						
10001	General Fund - Personal Property Tax - Current			\$1,111,747.00		\$1,111,747.00	
	To adjust accrual for Personal Property tax receipts to reflect actual receipts within the first 45 days of FY 2014.						
10001	General Fund -Transient Occupancy Tax			(\$109,363.00)		(\$109,363.00)	
	To adjust accrual for transient occupancy tax receipts to reflect actual receipts received within the first 45 days of FY 2014.						
10001	General Fund -Transient Occupancy Tax - Additional			(\$132,639.00)		(\$132,639.00)	
	To adjust accrual for transient occupancy tax receipts based on actual receipts received within the first 45 days of FY 2014.						
10001	General Fund Interest -Ambulance Transport Fees			(\$68,315.21)		(\$68,315.21)	
	To adjust accrual to reflect actual receipts earned within the first 45 days of FY 2014.						
10001	General Fund -Miscellaneous Revenue			\$587,061.00		\$587,061.00	
	To accurately record revenue						
10001	General Fund - Office of the County Executive				\$411.63	(\$411.63)	
	To accurately record expenditure accruals for personnel services and operating expenses.						
10001	General Fund - Department of Finance				(\$4,631.09)	\$4,631.09	
	To accurately record personnel services expenditure accrual.						
10001	General Fund - Human Rights & Equity Programs				\$18.00	(\$18.00)	
	To accurately record expenditure accrual.						
10001	General Fund - Department of Family Services				\$177,509.00	(\$177,509.00)	
	To accurately record expenditure accruals for personnel services and operating expenses.						
10001	General Fund - Information Tecnology				\$465,405.00	(\$465,405.00)	
	To accurately record expenditure accruals for personnel services and operating expenses.						
10001	General Fund - Employee Benefits				\$501.50	(\$501.50)	
	To accurately record expenditure accruals for personnel services and operating expenses.						
10001	General Fund - Fire and Rescue				\$721.68	(\$721.68)	
	To accurately record expenditure accruals.						
10001	General Fund - Economic Development Authority				(\$25,000.00)	\$25,000.00	
	To accurately record expenditure accruals.						
	Total Fund 10001, General Fund			\$2,084,385.79	\$614,935.72	\$1,469,450.07	
10010	Revenue Stabilization			(\$75,153.75)			
	To record revenue in the appropriate fiscal period.						
	Total Fund 10010, Revenue Stabilization			(\$75,153.75)			
10040	Information Technology	2G70-003-000		(\$1,925.00)		(\$1,925.00)	\$1,925.00
	To accurately record revenue. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
10040	Information Technology	IT-000001			\$1,412,500.00	(\$1,412,500.00)	(\$1,412,500.00)
	To accurately record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
	Total Fund 10040, Information Technology			(\$1,925.00)	\$1,412,500.00	(\$1,414,425.00)	(\$1,410,575.00)
Capital Project Funds							
30010	General Construction and Contributions	2G25-020-000			(\$54.00)	\$54.00	\$54.00
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
30010	General Construction and Contributions	GF-000002			\$36.00	(\$36.00)	(\$36.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
30010	General Construction and Contributions	GF-000016			(\$7,133.69)	\$7,133.69	\$7,133.69
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
30010	General Construction and Contributions	TF-000004			(\$267,805.65)	\$267,805.65	\$267,805.65
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
	Total Fund 30010, General Construction and Contributions				(\$274,957.34)	\$274,957.34	\$274,957.34
30020	Capital Renewal Construction	2G08-005-000			\$141,400.00	(\$141,400.00)	(\$141,400.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						

Fund	Fund Title\Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2014 Impact
30020	Capital Renewal Construction	GF-000012			\$115,575.00	(\$115,575.00)	(\$115,575.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
30020	Capital Renewal Construction	GF-000013			\$255,476.00	(\$255,476.00)	(\$255,476.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
30020	Capital Renewal Construction	GF-000015			(\$39,440.39)	\$39,440.39	\$39,440.39
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 30020, Capital Renewal Construction					\$473,010.61	(\$473,010.61)	(\$473,010.61)
30050	Transportation Improvements	TS-000006			(\$10,000.00)	\$10,000.00	\$10,000.00
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 30050, Transportation Improvements					(\$10,000.00)	\$10,000.00	\$10,000.00
30070	Public Safety Construction	FS-000004			(\$17,000.00)	\$17,000.00	\$17,000.00
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
30070	Public Safety Construction	PS-000005			(\$264,686.52)	\$264,686.52	\$264,686.52
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 30070, Public Safety Construction					(\$281,686.52)	\$281,686.52	\$281,686.52
30080	Commercial Revitalization Program	2G25-075-000			\$268,905.88	(\$268,905.88)	(\$268,905.88)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 30080, Commercial Revitalization Program					\$268,905.88	(\$268,905.88)	(\$268,905.88)
30400	Park Authority Bond Construction	PR-000013			\$1,467.14	(\$1,467.14)	(\$1,467.14)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
30400	Park Authority Bond Construction	PR-000016			\$2,345.17	(\$2,345.17)	(\$2,345.17)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
30400	Park Authority Bond Construction	PR-000091			\$18,640.00	(\$18,640.00)	(\$18,640.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 30400, Park Authority Bond Construction					\$22,452.31	(\$22,452.31)	(\$22,452.31)
Special Revenue Funds							
40010	County and Regional Transportation Projects	TF-000001			\$532,643.35	(\$532,643.35)	(\$532,643.35)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 40010, County and Regional Transportation Projects					\$532,643.35	(\$532,643.35)	(\$532,643.35)
40110	Dulles Rail Phase I Transportation Improvement District				\$8,376,269.00	(\$8,376,269.00)	
	To record earned interest in the appropriate fiscal year.						
Total Fund 40110, Dulles Rail Phase I				\$0.00	\$8,376,269.00	(\$8,376,269.00)	
40160	Energy Resource Recovery (ERR) Facility				\$447,980.34	(\$447,980.34)	
	To accrue expenditure associated with the reimbursement of tipping fees due from Covanta						
Total Fund 40160, Energy Resource Recovery (ERR) Facility					\$447,980.34	(\$447,980.34)	
50000	Federal/State Grants		1400031-11	\$162,455.92	\$162,455.92		Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1670004-11	\$530,949.17	\$530,949.17		Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1670005-11	\$163,747.53	\$163,747.53		Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1670006-11	\$200,428.20	\$200,428.20		Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1670008-13	\$5,824.00	\$5,823.79	\$0.21	(\$11,647.79)
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1670036-11	(\$18,418.50)	(\$18,418.50)		Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1920001-11		(\$5,545.00)	\$5,545.00	\$5,545.00
	To accurately record expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1HS0037-10	\$82,280.86	\$82,280.86		Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1HS0051-10		\$5,545.00	(\$5,545.00)	(\$5,545.00)
	To accurately record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1ST6715-11	\$12,571.27	\$12,571.27		
	To accurately record revenue and expenditure accruals.						
Total Fund 50000, Federal/State Grants				\$1,139,838.45	\$1,139,838.24	\$0.21	(\$11,647.79)

Fund	Fund Title\Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2014 Impact
Internal Service Funds							
60000	County Insurance				\$5,663,287.00	(\$5,663,287.00)	
	To properly state the accrued liability balance per the actuarial valuation June 30, 2013. Adjustment does not impact cash balance. However there is a corresponding reduction to the accrued liability for active worker's compensation and other insurance cases.						
60000	County Insurance				\$4,631.09	(\$4,631.09)	
	To properly record expenditure in the proper fiscal period.						
Total Fund 60000, County Insurance					\$5,667,918.09	(\$5,667,918.09)	
60030	Technology Infrastructure Services				\$295,830.00	(\$295,830.00)	
	To record adjustments to revenue accruals to account for items in the proper fiscal period						
Total Fund 60030, Technology Infrastructure Services					\$295,830.00	(\$295,830.00)	
60040	Health Benefits				(\$5,545,229.00)	\$5,545,229.00	
	To record final Incurred but Not Reported (IBNR) claims for FY 2013.						
Total Fund 60040, Health Benefits					(\$5,545,229.00)	\$5,545,229.00	
Enterprise Funds							
69010	Sewer Operation and Maintenance				\$0.30	(\$0.30)	
	To record expenditure accrual in the appropriate fiscal year.						
Total Fund 69010, Sewer Operation and Maintenance					\$0.30	(\$0.30)	
69300	Sewer Construction Improvements	WW-000009			\$214,601.84	(\$214,601.84)	(\$214,601.84)
	To record adjustments to expenditure accruals. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 69300, Sewer Construction Improvements					\$214,601.84	(\$214,601.84)	(\$214,601.84)
Agency and Trust Funds							
73000	Employees' Retirement Trust				\$123,995.75	(\$123,995.75)	
	To record payment of investment management fees as of June 2013.						
73000	Employees' Retirement Trust				(\$2,831.00)	\$2,831.00	
	To accurately record expenditure accrual.						
73000	Employees' Retirement Trust			\$81,956.00		\$81,956.00	
	To primarily accrue interest revenue.						
73000	Employees' Retirement Trust			(\$2,962,292.65)		(\$2,962,292.65)	
	To record interest revenue in the proper fiscal period.						
73000	Employees' Retirement Trust			\$13,918,116.82		\$13,918,116.82	
	To record net realized gain/loss of sale of investments June 2013.						
73000	Employees' Retirement Trust			\$2,502,357.36		\$2,502,357.36	
	To record dividend revenue in the proper fiscal period.						
73000	Employees' Retirement Trust			(\$149,014,586.20)		(\$149,014,586.20)	
	To record net appreciated/depreciated unrealized gain/loss as of June 2013.						
Total Fund 73000, Employees' Retirement Trust				(\$135,474,448.67)	\$121,164.75	(\$135,595,613.42)	
73010	Uniformed Employees Retirement Trust				\$135,420.63	(\$135,420.63)	
	To record payment of investment management fees as of June 2013.						
73010	Uniformed Employees Retirement Trust			\$32,343.78		\$32,343.78	
	To accurately record revenue accrual.						
73010	Uniformed Employees Retirement Trust			\$1,092,016.59		\$1,092,016.59	
	To record interest revenue in the proper fiscal period.						
73010	Uniformed Employees Retirement Trust			\$26,192,804.54		\$26,192,804.54	
	To record net realized gain/loss of sale of investments June 2013.						
73010	Uniformed Employees Retirement Trust			\$1,022,548.02		\$1,022,548.02	
	To record dividend revenue in the proper fiscal period.						
73010	Uniformed Employees Retirement Trust			(\$66,840,728.06)		(\$66,840,728.06)	
	To record net appreciated/depreciated unrealized gain/loss as of June 2013.						
Total Fund 73010, Uniformed Employees Retirement Trust				(\$38,501,015.13)	\$135,420.63	(\$38,636,435.76)	
73020	Police Retirement Trust			\$8,260.66		\$8,260.66	
	To primarily accrue interest revenue.						
73020	Police Retirement Trust			\$973,067.28		\$973,067.28	
	To record interest revenue in the proper fiscal period.						
73020	Police Retirement Trust			(\$3,510,503.61)		(\$3,510,503.61)	
	To record net realized gain/loss of sale of investments June 2013.						
73020	Police Retirement Trust			\$289,807.72		\$289,807.72	
	To record dividend revenue in the proper fiscal period.						

Fund	Fund Title\Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2014 Impact
73020	Police Retirement Trust			(\$46,727,623.58)		(\$46,727,623.58)	
	To record net appreciated/depreciated unrealized gain/loss as of June 2013.						
	Total Fund 73020, Police Retirement Trust			(\$48,966,991.53)		(\$48,966,991.53)	
73030	OPEB Trust			(\$2,965,207.74)		(\$2,965,207.74)	
	To record net appreciated/depreciated unrealized gain/loss as of June 2013.						
73030	OPEB Trust				\$27,956.00	(\$27,956.00)	
	To record payment of investment management fees as of June 2013.						
73030	OPEB Trust			\$6,123,000.00	\$6,123,000.00		
	To accurately record the estimated implicit subsidy for other post employment benefits and the offsetting revenue for CAFR reporting purposes.						
	Total Fund 73030, OPEB Trust			\$3,157,792.26	\$6,150,956.00	(\$2,993,163.74)	
Park Authority Funds							
80000	Park Revenue				\$7,633.62	(\$7,633.62)	
	To accurately record expenditure accrual.						
	Total Fund 80000, Park Revenue				\$7,633.62	(\$7,633.62)	
80300	Park Capital Improvement	PR-000032			\$2,607.87	(\$2,607.87)	(\$2,607.87)
	To correctly record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
	Total Fund 80300, Park Capital Improvement				\$2,607.87	(\$2,607.87)	(\$2,607.87)
FAIRFAX COUNTY PUBLIC SCHOOLS							
S10000	Public School Operating			\$2,587,906.00	(\$1,039,478.00)	\$3,627,384.00	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S10000, Public School Operating			\$2,587,906.00	(\$1,039,478.00)	\$3,627,384.00	
S31000	Public School Construction				\$160,239.00	(\$160,239.00)	
	To record expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S31000, Public School Construction				\$160,239.00	(\$160,239.00)	
S40000	Public School Food and Nutrition Services			(\$20,821.00)	\$153,302.00	(\$174,123.00)	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S40000, Public School Food and Nutrition Services			(\$20,821.00)	\$153,302.00	(\$174,123.00)	
S43000	Public School Adult and Community Education			(\$122,062.00)	\$143,580.00	(\$265,642.00)	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S43000, Public School Adult and Community Education			(\$122,062.00)	\$143,580.00	(\$265,642.00)	
S50000	Public School Grants and Supporting			\$44,770.00	(\$15,190.00)	\$59,960.00	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S50000, Public School Grants and Supporting			\$44,770.00	(\$15,190.00)	\$59,960.00	
S62000	Public School Health and Flexible Benefits				(\$1,666,000.00)	\$1,666,000.00	
	To record final Incurred but Not Reported (IBNR) claims for FY 2013.						
	Total Fund S62000, Public School Health and Flexible Benefits				(\$1,666,000.00)	\$1,666,000.00	
S63000	Public School Central Procurement				\$106.00	(\$106.00)	
	To record expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S63000, Public School Central Procurement				\$106.00	(\$106.00)	
S71000	Educational Employees' Retirement			\$24,388,698.00	\$356,766.00	\$24,031,932.00	
	To record revenue and additional investment fee expenditures.						
	Total Fund S71000, Educational Employees Retirement			\$24,388,698.00	\$356,766.00	\$24,031,932.00	
S71100	Public School OPEB Trust			(\$1,527,840.00)	(\$13,468.00)	(\$1,514,372.00)	
	To accurately record activities related to other post employment benefits as defined by GASB 45 and the offsetting revenue for CAFR reporting purposes.						
	Total Fund S71100, Public School OPEB Trust			(\$1,527,840.00)	(\$13,468.00)	(\$1,514,372.00)	
FAIRFAX COUNTY REDEVELOPMENT HOUSING AUTHORITY FUNDS							
HOUSING - APPROPRIATED							
40330	Elderly Housing Programs			\$42.56		\$42.56	
	To record revenue accrual adjustments.						
40330	Elderly Housing Programs		Various		(\$105,860.41)	\$105,860.41	
	To record accrued expenses for contracts and building maintenance in the proper fiscal period.						
	Total Fund 40330, Elderly Housing Programs			\$42.56	(\$105,860.41)	\$105,902.97	
50800	Community Development Block Grant		1380030		(\$129,556.16)	\$129,556.16	

Fund	Fund Title\Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2014 Impact
	To accurately record expenditure accrual.						
50800	Community Development Block Grant		1380035		\$129,556.16	(\$129,556.16)	
	To accurately record expenditure accrual.						
Total Fund 50800, Community Development Block Grant					\$0.00	\$0.00	
HOUSING - NON-APPROPRIATED							
81000	FCRHA General Operating				(\$1,354.78)	\$1,354.78	
	To record expenditure accrual adjustments.						
Total Fund 81000, FCRHA General Operating					(\$1,354.78)	\$1,354.78	
81060	FCRHA Internal Service	2H38-132-000			\$351.44	(\$351.44)	(\$351.44)
	To accurately record expenditure accrual. There is an offsetting adjustment to the <i>FY 2014 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 81060, FCRHA Internal Service					\$351.44	(\$351.44)	(\$351.44)
81510	Section 8 Annual Contribution		3380004	(\$28,787.00)	\$232,451.89	(\$261,238.89)	
	To record revenue for damage claims and debt set off in the proper fiscal period. To record accrued leave and adjustments to payroll accruals, to reclassify expenditures and to adjust operating expense accruals for accounting purposes.						
Total Fund 81510, Section 8 Annual Contribution				(\$28,787.00)	\$232,451.89	(\$261,238.89)	
81520	Public Housing Program - Projects Under Management		Various	(\$7,913.89)	(\$42,298.91)	\$34,385.02	
	To reclassify and properly record revenues and to record asset management fees in the proper fiscal period for accounting purposes. To record accrued leave, adjustments to payroll accruals, to reclassify expenditures for reporting purposes and adjust operating expense accruals to report expenditures in the proper fiscal period.						
Total Fund 81520, Public Housing Program - Projects Under Management				(\$7,913.89)	(\$42,298.91)	\$34,385.02	
81530	Public Housing Program - Projects Under Modernization		3380017	\$40,500.00	\$40,500.00		Offsetting
	To reclassify expenditures and associating revenue accruals. There is a corresponding impact on the <i>FY 2014 Revised Budget Plan</i> .						
Total Fund 81530, Public Housing Program - Projects Under Modernization				\$40,500.00	\$40,500.00	\$0.00	\$0.00