

FY 2019 Third Quarter Review
Attachment VI – FY 2018 Audit Adjustments

FY 2018 AUDIT ADJUSTMENTS

The FY 2018 General Fund ending balance is increased by \$1.94 million as a result of revenue audit adjustments of \$3.36 million offset by expenditure audit adjustments of \$1.42 million. Adjustments in FY 2018 expenditures were made in the General Fund Group, Capital Project, Special Revenue, Internal Service, Enterprise and Custodial and Trust funds. In addition, several revenue adjustments were made in the General Fund Group, Capital Project, Special Revenue, Internal Service, and Custodial 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 2018 Comprehensive Annual Financial Report (CAFR).

Fund	Fund Title/Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2019 Impact
General Fund Group							
10001	General Fund - Real Estate Taxes			\$521,354.55		\$521,354.55	
	To record Real Estate tax receipts received within the first 45 days of FY 2019 that were actually earned in FY 2018.						
10001	General Fund - Personal Property Tax - Current			\$568,924.05		\$568,924.05	
	To adjust accrual for Personal Property tax receipts to reflect actual receipts within the first 45 days.						
10001	General Fund - Communications Sales and Use Tax			(\$79,807.78)		(\$79,807.78)	
	To record communications tax receipts received within the first 45 days of FY 2019.						
10001	General Fund - Transient Occupancy Tax			\$189,162.84		\$189,162.84	
	To adjust accrual for transient occupancy tax receipts to reflect actual receipts received within the first 45 days of FY 2019.						
10001	General Fund - Transient Occupancy Tax - Additional			\$211,617.34		\$211,617.34	
	To adjust accrual for transient occupancy tax receipts based on actual receipts received within the first 45 days of FY 2019.						
10001	General Fund-Comprehensive Services Act Funding			\$851,859.64		\$851,859.64	
	To adjust accrual to reflect actual receipts earned within the first 45 days of FY 2019.						
10001	General Fund Interest - Ambulance Transport Fees			\$786,369.02		\$786,369.02	
	To adjust accrual to reflect actual receipts earned within the first 45 days of FY 2019.						
10001	General Fund - Miscellaneous Revenue			\$314,427.71		\$314,427.71	
	To accurately record revenue, primarily from State and Federal Aid						
10001	General Fund - Capital Facilities				\$165,444.50	(\$165,444.50)	
	To accurately record personnel services expenditure accrual.						
10001	General Fund - Public Works - Unclassified Admin				\$175,000.00	(\$175,000.00)	
	To accurately record expenditure accruals.						
10001	General Fund - Department of Family Services				\$1,056,931.93	(\$1,056,931.93)	
	To accurately record expenditure accruals for operating expenses.						
10001	General Fund - Park Authority				\$27,560.10	(\$27,560.10)	
	To accurately record expenditure accruals for operating expenses.						
	Total Fund 10001, General Fund			\$3,363,907.37	\$1,424,936.53	\$1,938,970.84	
Capital Project Funds							
30010	General Construction and Contributions	2G25-014-000			\$73,886.57	(\$73,886.57)	(\$73,886.57)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
30010	General Construction and Contributions	2G51-003-000			\$7,983.00	(\$7,983.00)	(\$7,983.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
30010	General Construction and Contributions	HS-000013			\$108,823.89	(\$108,823.89)	(\$108,823.89)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
30010	General Construction and Contributions	PR-000106			\$3,406.86	(\$3,406.86)	(\$3,406.86)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
30010	General Construction and Contributions	PR-000109			\$13,675.00	(\$13,675.00)	(\$13,675.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
30010	General Construction and Contributions	TF-000005			\$84,873.00	(\$84,873.00)	(\$84,873.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
	Total Fund 30010, General Construction and Contributions			\$0.00	\$292,648.32	(\$292,648.32)	(\$292,648.32)
30050	Transportation Improvements	5G25-051-000			\$106,615.09	(\$106,615.09)	(\$106,615.09)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
	Total Fund 30050, Transportation Improvements			\$0.00	\$106,615.09	(\$106,615.09)	(\$106,615.09)
30070	Public Safety Construction	FS-000017			\$197,350.15	(\$197,350.15)	(\$197,350.15)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
	Total Fund 30070, Public Safety Construction			\$0.00	\$197,350.15	(\$197,350.15)	(\$197,350.15)
30080	Commercial Revitalization Program	2G25-071-000		(\$11,431.48)		(\$11,431.48)	\$11,431.48
	To accurately record revenue in the appropriate fiscal year.						
	Total Fund 30080, Commercial Revitalization Program			(\$11,431.48)	\$0.00	(\$11,431.48)	\$11,431.48
30400	Park Authority Bond Construction	2G51-030-000		\$161,804.90		\$161,804.90	
	To accurately record revenue in the appropriate fiscal year.						

Fund	Fund Title/Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2019 Impact
30400	Park Authority Bond Construction	PR-000005			\$31,364.00	(\$31,364.00)	(\$31,364.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
30400	Park Authority Bond Construction	PR-000009			\$2,710.00	(\$2,710.00)	(\$2,710.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 30400, Park Authority Bond Construction				\$161,804.90	\$34,074.00	\$127,730.90	(\$34,074.00)
Special Revenue Funds							
40010	County and Regional Transportation Projects	2G40-085-000			\$66,258.65	(\$66,258.65)	(\$66,258.65)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
40010	County and Regional Transportation Projects	2G40-086-000			\$57,557.00	(\$57,557.00)	(\$57,557.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
40010	County and Regional Transportation Projects	TF-000038			\$198,603.00	(\$198,603.00)	(\$198,603.00)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 40010, County and Regional Transportation Projects				\$0.00	\$322,418.65	(\$322,418.65)	(\$322,418.65)
40060	McLean Community Center	Non_Program			(\$18,484.50)	\$18,484.50	
	To record expenditure accrual.						
40060	McLean Community Center	CC-000015			\$472,136.84	(\$472,136.84)	(\$472,136.84)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 40060, McLean Community Center				\$0.00	\$453,652.34	(\$453,652.34)	(\$472,136.84)
40125	Metrorail Parking System Pledged Revenues			\$94,694.66		\$94,694.66	
	To record earned interest in the appropriate fiscal year.						
40125	Metrorail Parking System Pledged Revenues	TF-000033			\$684,892.63	(\$684,892.63)	(\$684,892.63)
	To record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 40125, Metrorail Parking System Pledged Revenues				\$94,694.66	\$684,892.63	(\$590,197.97)	(\$684,892.63)
50000	Federal/State Grants		1400070-12	\$68,190.19	\$162,389.99	(\$94,199.80)	(\$230,580.18)
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1400120-13	(\$87,869.22)	(\$87,869.22)	\$0.00	Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1400131-13	\$40,542.67	\$50,678.34	(\$10,135.67)	(\$91,221.01)
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1670004-17	\$67,036.72	\$67,036.72	\$0.00	Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1670005-17	\$6,681.05	\$6,681.05	\$0.00	Offsetting
	To accurately record revenue accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1670006-17	(\$67,036.71)	(\$67,036.71)	\$0.00	Offsetting
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1760003-18		\$19,123.62	(\$19,123.62)	(\$19,123.62)
	To accurately record expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1760004-18		\$104,756.36	(\$104,756.36)	(\$104,756.36)
	To accurately record expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1760005-18		\$568.02	(\$568.02)	(\$568.02)
	To accurately record expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1760025-18		\$38,471.38	(\$38,471.38)	(\$38,471.38)
	To accurately record expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1760041-18		(\$162,919.38)	\$162,919.38	\$162,919.38
	To accurately record expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1820001-00	\$6,438.00		\$6,438.00	(\$6,438.00)
	To accurately record revenue accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
50000	Federal/State Grants		1920066-18	\$80,000.00	\$45,388.87	\$34,611.13	(\$125,388.87)
	To accurately record revenue and expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 50000, Federal/State Grants				\$113,982.70	\$177,269.04	(\$63,286.34)	(\$453,628.06)
Internal Service Funds							
60000	County Insurance				\$7,472,000.00	(\$7,472,000.00)	
	To properly record expenditure in the proper fiscal period.						
Total Fund 60000, County Insurance				\$0.00	\$7,472,000.00	(\$7,472,000.00)	

Fund	Fund Title/Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2019 Impact
60020	Document Services Division			\$23,662.28		\$23,662.28	
	To record adjustments to revenue accruals to account for items in the proper fiscal period						
	Total Fund 60020, Document Services Division			\$23,662.28	\$0.00	\$23,662.28	
60040	Health Benefits				\$314,033.63	(\$314,033.63)	
	To record adjustments to expenditure accruals to account for items in the proper fiscal period						
	Total Fund 60040, Health Benefits			\$0.00	\$314,033.63	(\$314,033.63)	
Enterprise Funds							
69300	Sewer Construction Improvements	WW-000007			\$384,683.03	(\$384,683.03)	(\$384,683.03)
	To record adjustments to expenditure accruals. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
	Total Fund 69300, Sewer Construction Improvements			\$0.00	\$384,683.03	(\$384,683.03)	(\$384,683.03)
Custodial and Trust Funds							
73000	Employees' Retirement Trust			\$2,493,833.12		\$2,493,833.12	
	To primarily accrue interest revenue.						
73000	Employees' Retirement Trust			\$1,328,362.83		\$1,328,362.83	
	To record interest revenue in the proper fiscal period.						
73000	Employees' Retirement Trust			\$38,728,777.21		\$38,728,777.21	
	To record net realized gain/loss of sale of investments June 2016.						
73000	Employees' Retirement Trust			\$3,165,773.53		\$3,165,773.53	
	To record dividend revenue in the proper fiscal period.						
73000	Employees' Retirement Trust			(\$40,446,451.45)		(\$40,446,451.45)	
	To record net appreciated/depreciated unrealized gain/loss as of June 2016.						
73000	Employees' Retirement Trust				\$2,745,475.95	(\$2,745,475.95)	
	To record payment of investment management fees as of June 2016.						
73000	Employees' Retirement Trust				\$2,414,186.07	(\$2,414,186.07)	
	To record the gross-up of securities lending expenses for FY 2018.						
73000	Employees' Retirement Trust				\$50,622.30	(\$50,622.30)	
	To accurately record expenditure accrual.						
	Total Fund 73000, Employees' Retirement Trust			\$5,270,295.24	\$5,210,284.32	\$60,010.92	
73010	Uniformed Employees Retirement Trust			\$269,692.83		\$269,692.83	
	To accurately record revenue accrual.						
73010	Uniformed Employees Retirement Trust			\$1,043,253.03		\$1,043,253.03	
	To record interest revenue in the proper fiscal period.						
73010	Uniformed Employees Retirement Trust			\$3,983,886.79		\$3,983,886.79	
	To record net realized gain/loss of sale of investments June 2016.						
73010	Uniformed Employees Retirement Trust			\$1,027,011.05		\$1,027,011.05	
	To record dividend revenue in the proper fiscal period.						
73010	Uniformed Employees Retirement Trust			(\$12,689,215.29)		(\$12,689,215.29)	
	To record net appreciated/depreciated unrealized gain/loss as of June 2018.						
73010	Uniformed Employees Retirement Trust				\$1,545,347.05	(\$1,545,347.05)	
	To record payment of investment management fees as of June 2018.						
73010	Uniformed Employees Retirement Trust				\$254,778.93	(\$254,778.93)	
	To record the gross-up of securities lending expenses for FY 2018.						
73010	Uniformed Employees Retirement Trust				\$10,847.64	(\$10,847.64)	
	To accurately record expenditure accrual.						
	Total Fund 73010, Uniformed Employees Retirement Trust			(\$6,365,371.59)	\$1,810,973.62	(\$8,176,345.21)	
73020	Police Retirement Trust			\$132,996.29		\$132,996.29	
	To primarily accrue interest revenue.						
73020	Police Retirement Trust			\$918,105.47		\$918,105.47	
	To record interest revenue in the proper fiscal period.						
73020	Police Retirement Trust			(\$399,439.05)		(\$399,439.05)	
	To record net realized gain/loss of sale of investments June 2016.						
73020	Police Retirement Trust			\$545,710.74		\$545,710.74	
	To record dividend revenue in the proper fiscal period.						
73020	Police Retirement Trust			(\$6,482,980.47)		(\$6,482,980.47)	
	To record net appreciated/depreciated unrealized gain/loss as of June 2018.						
73020	Police Retirement Trust				\$1,705,428.82	(\$1,705,428.82)	
	To record payment of investment management fees as of June 2018.						
73020	Police Retirement Trust				\$124,962.59	(\$124,962.59)	
	To record the gross-up of securities lending expenses for FY 2018.						

Fund	Fund Title/Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2019 Impact
73020	Police Retirement Trust				\$10,847.64	(\$10,847.64)	
	To accurately record expenditure accrual.						
	Total Fund 73020, Police Retirement Trust			(\$5,285,607.02)	\$1,841,239.05	(\$7,126,846.07)	
73030	OPEB Trust			\$1,020.63		\$1,020.63	
	To record interest revenue in the proper fiscal period.						
73030	OPEB Trust			\$79,518.94		\$79,518.94	
	To record net appreciated/depreciated unrealized gain/loss as of June 2018.						
73030	OPEB Trust			\$11,835,001.00	\$11,835,001.00		
	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			\$11,915,540.57	\$11,835,001.00	\$80,539.57	
Park Authority Funds							
80000	Park Revenue			(\$58,909.10)		(\$58,909.10)	
	To record revenue in the appropriate fiscal period						
80000	Park Revenue				\$10,928.27	(\$10,928.27)	
	To accurately record expenditure accrual.						
	Total Fund 80000, Park Revenue			(\$58,909.10)	\$10,928.27	(\$69,837.37)	
80300	Park Capital Improvement	PR-000058			\$29,723.43	(\$29,723.43)	(\$29,723.43)
	To correctly record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
80300	Park Capital Improvement	PR-000101			\$2,342.45	(\$2,342.45)	(\$2,342.45)
	To correctly record expenditure accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
	Total Fund 80300, Park Capital Improvement			\$0.00	\$32,065.88	(\$32,065.88)	(\$32,065.88)
FAIRFAX COUNTY PUBLIC SCHOOLS							
S10000	Public School Operating			\$2,196,982.00	(\$442,060.00)	\$2,639,042.00	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S10000, Public School Operating			\$2,196,982.00	(\$442,060.00)	\$2,639,042.00	
S31000	Public School Construction				(\$76,877.00)	\$76,877.00	
	To record expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S31000, Public School Construction			\$0.00	(\$76,877.00)	\$76,877.00	
S40000	Public School Food and Nutrition Services			\$117,611.00	(\$25,929.00)	\$143,540.00	
	To record revenue in the proper fiscal period for accounting purposes.						
	Total Fund S40000, Public School Food and Nutrition Services			\$117,611.00	(\$25,929.00)	\$143,540.00	
S43000	Public School Adult and Community Education			(\$52,685.00)	(\$6,539.00)	(\$46,146.00)	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S43000, Public School Adult and Community Education			(\$52,685.00)	(\$6,539.00)	(\$46,146.00)	
S50000	Public School Grants and Supporting			\$5,331.00	(\$4,517.00)	\$9,848.00	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S50000, Public School Grants and Supporting			\$5,331.00	(\$4,517.00)	\$9,848.00	
S60000	Public School Insurance				\$26,954.00	(\$26,954.00)	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S60000, Public School Insurance			\$0.00	\$26,954.00	(\$26,954.00)	
S62000	Public School Health and Flexible Benefits			\$64,448.00	(\$1,471,325.00)	\$1,535,773.00	
	To record revenue and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S62000, Public School Health and Flexible Benefits			\$64,448.00	(\$1,471,325.00)	\$1,535,773.00	
S71000	Educational Employees' Retirement			(\$21,154,686.00)	(\$168,665.00)	(\$20,986,021.00)	
	To record investment income and expenditures in the proper fiscal period for accounting purposes.						
	Total Fund S71000, Educational Employees Retirement			(\$21,154,686.00)	(\$168,665.00)	(\$20,986,021.00)	
S71100	Public School OPEB Trust			\$35,367,158.00	\$35,294,266.00	\$72,892.00	
	To record investment income in the proper fiscal period for accounting purposes.						
	Total Fund S71100, Public School OPEB Trust			\$35,367,158.00	\$35,294,266.00	\$72,892.00	
FAIRFAX COUNTY REDEVELOPMENT HOUSING AUTHORITY FUNDS							
HOUSING - APPROPRIATED							
40330	Elderly Housing Programs			(\$17,550.13)		(\$17,550.13)	
	To record revenue accrual adjustments.						
40330	Elderly Housing Programs		Various		(\$11,312.18)	\$11,312.18	
	To record accrued expenses for contracts and building maintenance in the proper fiscal period.						
	Total Fund 40330, Elderly Housing Programs			(\$17,550.13)	(\$11,312.18)	(\$6,237.95)	

Fund	Fund Title/Description	Project	Grant	Revenue	Expenditure	Fund Balance	FY 2019 Impact
HOUSING - NON-APPROPRIATED							
81000	FCRHA General Operating			\$447,845.00		\$447,845.00	
	To accurately record interest.						
Total Fund 81000, FCRHA General Operating				\$447,845.00	\$0.00	\$447,845.00	
81100	Fairfax County Rental Program	Various		(\$44,322.26)	\$72.29	(\$44,394.55)	
	To record interest income, payment to bond holders, reclassify expenditures and adjust for cost allocation and leave accrual.						
Total Fund 81100, Fairfax County Rental Program				(\$44,322.26)	\$72.29	(\$44,394.55)	
81300	RAD - Project Based Voucher			(\$574.99)		(\$574.99)	
	To record revenue accrual adjustments.						
Total Fund 81300, RAD - Project Based Voucher				(\$574.99)	\$0.00	(\$574.99)	
81500	Housing Grant Fund			(\$578.08)		(\$578.08)	\$578.08
	To record revenue accrual. There is an offsetting adjustment to the <i>FY 2019 Revised Budget Plan</i> as a result of this adjustment.						
Total Fund 81500, Housing Grant Fund				(\$578.08)	\$0.00		
81510	Section 8 Annual Contribution		3380004	(\$224,105.00)		(\$224,105.00)	
	To record annual HUD contribution.						
81510	Section 8 Annual Contribution		3380005	\$324,388.00		\$324,388.00	
	To record annual HUD contribution.						
81510	Section 8 Annual Contribution		3380063	(\$273,283.00)		(\$273,283.00)	
	To record annual HUD contribution						
81510	Section 8 Annual Contribution		3380063	(\$1,389.00)		(\$1,389.00)	
	To record interest income.						
Total Fund 81510, Section 8 Annual Contribution				(\$174,389.00)	\$0.00	(\$174,389.00)	