



INTERNAL AUDIT DEPARTMENT
COUNTY OF ORANGE

2005 Recipient of the Institute of Internal Auditors'
Award for Recognition of Commitment to
Professional Excellence, Quality and Outreach

Integrity ♦ Objectivity ♦ Independence

FINAL CLOSE-OUT

**SECOND FOLLOW-UP AUDIT
OF
MANAGEMENT LETTER &
CONFIDENTIAL SUPPLEMENT
REGARDING
AUDIT OF THE STATEMENT OF ASSETS HELD
BY THE COUNTY TREASURY
AT 12/31/04,
ORIGINAL AUDIT No. 2409**

As of 2/28/07

AUDIT NUMBER: 2666

REPORT DATE: JUNE 21, 2007

Audit Director:	Peter Hughes, Ph.D., CPA
Deputy Director:	Eli Littner, CPA, CIA
Senior Audit Manager:	Alan Marcum, MBA, CPA
Audit Manager:	Carol Swe, CPA, CIA

Final Close-Out

**Second Follow-Up Audit of the
Management Letter & Confidential Supplement Regarding
Audit of the Statement of Assets Held By
The County Treasury At 12/31/04**

Original Audit No. 2409

As of 2/28/07

TABLE OF CONTENTS

Transmittal Letter.....	i
INTERNAL AUDITOR’S REPORT.....	1

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*Providing Facts and
Perspectives Countywide*

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COUNTY OF ORANGE
BOARD OF SUPERVISORS'
INTERNAL AUDIT DEPARTMENT

Transmittal Letter

Audit No. 2666

June 21, 2007

TO: Chriss W. Street, Treasurer-Tax Collector

FROM: Peter Hughes, Ph.D., CPA, Director
Internal Audit Department

SUBJECT: **Second and Final Close-Out Follow-Up Audit** of Management
Letter & Confidential Supplement Regarding Audit of the
Statement of Assets Held by the County Treasury at 12/31/04
Original Audit No. 2409, Issued August 31, 2005

We have completed a second and Final Close-Out Follow-Up Audit of Management Letter and Confidential Supplement Regarding Audit of the Statement of Assets Held by the County Treasury at December 31, 2004, Original Audit No. 2409, dated August 31, 2005. Our audit was limited to reviewing actions taken, as of February 28, 2007, to implement the six (6) remaining recommendations in our initial follow-up audit report dated May 1, 2006. Because satisfactory corrective action has been taken for the six (6) recommendations, this report represents the final close-out of the original audit.

Each month I submit an **Audit Status Report** to the Board of Supervisors where I detail any material and significant audit findings released in reports during the prior month and the implementation status of audit recommendations as disclosed by our Follow-Up Audits. Accordingly, the results of this Follow-Up Audit will be included in a future status report to the BOS.

Attachment

Other recipients of this report:

Members, Board of Supervisors
Members, Audit Oversight Committee
Thomas G. Mauk, County Executive Officer
David E. Sundstrom, Auditor-Controller
Jan Grimes, Assistant Auditor-Controller, Central Operations
Brett R. Barbre, Chief Assistant Treasurer-Tax Collector
Paul Gorman, Assistant Treasurer-Tax Collector, Treasury
Clarissa Adriano-Ceres, Assistant Treasurer-Tax Collector,
Information Technology
Foreperson, Grand Jury
Darlene J. Bloom, Clerk of the Board of Supervisors

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COUNTY OF ORANGE
BOARD OF SUPERVISORS'
INTERNAL AUDIT DEPARTMENT

INTERNAL AUDITOR'S REPORT

Audit No. 2666

June 21, 2007

TO: Chriss W. Street, Treasurer-Tax Collector

SUBJECT: **Second and Final Close-Out Follow-Up Audit** of Management Letter & Confidential Supplement Regarding Audit of the Statement of Assets Held by the County Treasury at 12/31/04 Original Audit No. 2409, Issued August 31, 2005

We have completed a second and Final Close-Out Follow-Up Audit of Management Letter and Confidential Supplement Regarding Audit of the Statement of Assets Held by the County Treasury at December 31, 2004. Our audit was limited to reviewing, as of February 28, 2007, actions taken to implement the recommendations in our original audit and initial Follow-Up Audit reports.

The initial Follow-Up Audit report contained six (6) recommendations related to information technology.

We are pleased to report that satisfactory corrective action has been taken for the six recommendations. As such, this report represents the final close-out of the original audit. We appreciate the cooperation and assistance extended to us by your staff during our Follow-Up Audit. If we can be of further assistance, please contact me or Eli Littner, Deputy Director, at 834-5899, or Alan Marcum, Senior Audit Manager at 834-4119.

Sincerely,

Peter Hughes, Ph.D., CPA
Director, Internal Audit

Attachment A – Report Item Classifications

Distribution Pursuant to Audit Oversight Committee Procedure No. 1:
Members, Board of Supervisors
Members, Audit Oversight Committee
Thomas G. Mauk, County Executive Officer
David E. Sundstrom, Auditor-Controller
Jan Grimes, Assistant Auditor-Controller, Central Operations
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