



Andrew N. Hamilton, CPA
Orange County Auditor-Controller



First Follow-up Review of the Management Letter on
Review of the Schedule of Assets as of March 31, 2022

Audit Manager: Michael Steinhaus
Auditor II: John C. Lim, CIA

Audit Number 2217-B
Report Date: September 26, 2023

Internal Audit



OFFICE OF THE
ORANGE COUNTY AUDITOR-CONTROLLER

ANDREW N. HAMILTON, CPA
AUDITOR-CONTROLLER

DATE: September 26, 2023

TO: Honorable Board of Supervisors

FROM: Michael Steinhaus, Audit Manager

SUBJECT: First Follow-up Review of the Management Letter on Review of the Schedule of Assets as of March 31, 2022

We have completed a follow-up review of the Management Letter on Review of the Schedule of Assets as of March 31, 2022 (Management Letter). We found that the Treasurer-Tax Collector did not implement one recommendation. We will perform a second follow-up review in approximately six months and a follow-up report form is attached to facilitate that review.

Other recipients of this report:

- Members, Audit Oversight Committee
- Jason Prole, Director of Investments
- Brian Winn, Accounting/Compliance Manager
- Salvador Lopez, Chief Deputy Auditor-Controller
- John Lim, Auditor II
- Foreperson, Grand Jury
- Robin Stieler, Clerk of the Board of Supervisors
- Eide Bailly LLP, County External Auditor



Internal Auditor's Report

Background

We completed a review of the Schedule of Assets as of March 31, 2022; and identified one control deficiency in the related management letter.

Results

During our first follow-up review, we found the following status as of January 31, 2023:

Finding: Accounts Not Recorded in Quantum (Control Deficiency)

Recommendation: We recommend that T-TC management ensure that all accounts included in its Schedule of Assets are recorded in Quantum.

Status: Not Implemented. We found that T-TC does not ensure that all accounts included in its Schedule of Assets are recorded in Quantum. T-TC believes that this finding is no longer applicable because the accounts in the finding will be closed.

We appreciate the assistance extended to us by the personnel of the Treasurer-Tax Collector during our follow-up review. If you have any questions, please contact me at (714) 834-6106.

Michael Steinhaus

Michael Steinhaus
Santa Ana, California
September 26, 2023



Internal Auditor's Report

ATTACHMENT A: Recommendation Implementation Status

For purposes of reporting the implementation status of our recommendations, we utilize four categories:

Implemented	In Process	Not Implemented	Closed
The department has implemented our recommendation. No follow-up necessary.	The department is in the process of implementing our recommendation. Follow-up recommended.	The department has taken no action to implement our recommendation. Follow-up recommended.	Our recommendation is no longer applicable. No follow-up necessary.