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

FIRST FOLLOW-UP AUDIT OF THE DISTRICT ATTORNEY

REVOLVING FUND

(ORIGINAL AUDIT NO. 2597)

As of March 7, 2007

AUDIT NUMBER: 2636-E **REPORT DATE: MARCH 19, 2007**

Audit Director:	**Peter Hughes, Ph.D., CPA**
Deputy Director:	**Eli Littner, CPA, CIA**
Senior Audit Manager:	**Michael Goodwin, CPA, CIA**
Audit Manager:	**Lily Chin, CPA**

Final Close-Out

First Follow-Up Audit of the
District Attorney
Revolving Fund

Original Audit No. 2597

As of March 7, 2007

TABLE OF CONTENTS

Transmittal Letter..... i

INTERNAL AUDITOR'S REPORT..... 1

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Transmittal Letter

Audit No. 2636-E

March 19, 2007

TO: Tony Rackauckas
District Attorney

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

SUBJECT: First and Final Close-Out Follow-Up Audit of the District Attorney Revolving Fund, Original Audit No. 2597, Issued August 9, 2006

We have completed a first and Final Follow-Up Audit of the Revolving Fund at the District Attorney. Our audit was limited to reviewing, as of March 7, 2007, actions taken to implement the three recommendations in our audit report dated August 9, 2006. The results of our Follow-Up Audit are discussed in the **Internal Auditor's Report** following this transmittal letter. Because satisfactory corrective action has been taken for all three audit recommendations, this report represents the close-out of the original audit.

Each month I submit an **Audit Status Report** to the Board of Supervisors (BOS) 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 audit will be included in a future report to the BOS.

Other recipients of this report:
- Members, Board of Supervisors
- Members, Audit Oversight Committee
- Thomas G. Mauk, County Executive Officer
- Lisa Bohan-Johnston, Director, Administrative Services/District Attorney.
- Kim Dinh, Manager, Financial Services/District Attorney
- Foreperson, Grand Jury
- Darlene J. Bloom, Clerk of the Board of Supervisors

The Internal Audit Department is an independent audit function reporting directly to the Orange County Board of Supervisors.

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INTERNAL AUDITOR'S REPORT
FINAL CLOSE OUT

Audit No. 2636-E

March 19, 2007

Tony Rackauckas
District Attorney
401 Civic Center Drive West
Santa Ana, CA 92702

We have completed a first and Final Close-Out Follow-Up Audit of internal controls over the Revolving Fund at the District Attorney. Our audit was limited to reviewing actions taken as of March 7, 2007 to implement the recommendations made in our original audit report.

The original audit report contained three (3) recommendations. **We are pleased to report that satisfactory corrective action has taken place for all three audit recommendations. As such, this report represents the final close-out of the original audit.** We commend your staff for their responsiveness and attentiveness in addressing the audit recommendations.

We appreciate the cooperation and assistance extended to us by your staff during our Follow-Up Audit. If you have any questions, please contact me directly or Eli Littner, Deputy Director at 834-5899, or Michael Goodwin, Senior Audit Manager, at 834-6066.

Sincerely,

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

Distribution Pursuant to Audit Oversight Committee Procedure No. 1:
- Members, Board of Supervisors
- Members, Audit Oversight Committee
- Thomas G. Mauk, County Executive Officer
- Lisa Bohan-Johnson, Director, Administrative Services/District Attorney
- Kim Dinh, Manager, Financial Services/District Attorney
- Foreperson, Grand Jury
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