

TOM GREEN COUNTY



San Angelo, Texas

OFFICE OF THE COUNTY AUDITOR

June 28, 2016

The Honorable Dianna Spieker
Tom Green County Treasurer
112 W. Beauregard Avenue
San Angelo, Texas 76903

Dear Ms. Spieker,

We have completed our review of your office's financial records for the period of January 1, 2016 through March 31, 2016. Included in the review were internal controls, receipts, deposits, disbursements, cash and near cash balances, securities, bank reconciliations, collateralization, unclaimed property, investments, interest earned, and continuing education hours.

We found that the County's bank accounts at Wells Fargo were under-collateralized twice during the month of January. On January 21, 2016 Tom Green County funds were under-collateralized \$1,322,918.76, the largest shortage of the two. When the County's funds are not fully collateralized, there is a risk of loss in the event of bank default, and the County risks noncompliance with the Public Funds Collateral Act. We recommend you continue to monitor the collateral and take proactive measures by notifying the bank when you expect large deposits.

Additionally, we found that the unclaimed property list you provide on the county's website has not been updated since fiscal year 2014, and we found no evidence that the required public notice was published in a paper during fiscal year 2015. There was also not an alphabetical list of owners and last known addresses available or provided during our review. These requirements for unclaimed property can be found in Property Code, chapter 76. We recommend that you update the information on the website, create an alphabetical list of owners and addresses, and publish the required notice for fiscal year 2016 as soon as possible to comply with the statutes. We would also recommend that you add these requirements to your calendar for annual compliance.

We have discussed with you separately some minor findings that do not represent a major impact to our review. We appreciate your cooperation during the review. If you have any questions or concerns, feel free to contact my office.

Very cordially,

A handwritten signature in black ink that reads "Nathan Craddock". The signature is written in a cursive, flowing style.

Nathan Craddock
County Auditor

Cc: The Honorable Barbara Walther
District Judge, 51st Judicial District

The Honorable Commissioners Court
Tom Green County