

AUDITOR'S REPORT

FINANCIAL MANAGEMENT INVESTMENT PROCEDURES

THIRD QUARTER FISCAL YEAR 2022



April 22, 2022

**Michael Post, C.P.A., M.B.A.
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MICHAEL POST, C.P.A., M.B.A.
HARRIS COUNTY AUDITOR

April 22, 2022

Dear Daniel Ramos, Executive Director, Office of Management and Budget:

The Harris County Auditor's Office Audit Division performed procedures relative to the Financial Management Investment Procedures for the Third Quarter of Fiscal Year 2022. The objective of the engagement was to assess whether Financial Management was in compliance with Texas Government Code Chapter 2256, 2257, the County's Investment Policy, and Financial Management's internal procedures.

There was a scope limitation for the following procedures due to the implementation of the County's new Investment Tracking System (TRACKER):

- Reconciliation of PeopleSoft to TRACKER,
- Review for post-dated transactions in TRACKER,
- Review over the timeliness of investment transactions entered into TRACKER, and
- Review of the County's investment portfolio for compliance with the County's Investment Policy marketability requirements.

Results

In connection with the procedures performed, no reportable issues were noted.

Accountability

We conducted our audit in accordance with the International Standards for the Professional Practice of Internal Auditing ("Standards"). The Standards require that we comply with the Code of Ethics and obtain reasonable assurance that significant risks to the activity are minimized to an acceptable level.

The work performed required our staff to exercise professional judgment in completing the engagement's scope. As the engagement's scope did not include a detailed examination of all transactions, there is a risk that fraud, errors, or omissions were not detected during this engagement. The official, therefore, retains the responsibility for the accuracy and completeness of their financial records, and for ensuring sufficient controls are in place to detect and prevent fraud, errors, or omissions.

We appreciate the time and attention provided by you and your staff during this engagement. Please anticipate an email request to complete the Audit Division's Post Engagement Survey.

We look forward to your feedback. If you have any questions, please contact me or Errika Perkins, Chief Assistant County Auditor, 713-274-5673.

Sincerely,



Michael Post
County Auditor

cc: District Judges
County Judge Lina Hidalgo
Commissioners:
 R. Jack Cagle
 Rodney Ellis
 Adrian Garcia
 Tom Ramsey
Christian Menefee
David Berry