

# Texas Workforce Commission

A Member of Texas Workforce Solutions

Tom Pauken, Chairman

Ronald G. Congleton  
Commissioner Representing  
Labor

Andres Alcantar  
Commissioner Representing  
the Public

Larry E. Temple  
Executive Director

October 19, 2009

Ms. Judy Durland, CPA  
Director of Finance  
East Texas Council of Governments  
3800 Stone Road  
Kilgore, Texas 78778

Dear Ms. Durland:

Thank you for your responses concerning our review of East Texas Council of Government's (Board) audit report for fiscal year ending September 30, 2008. The Supplemental Nutrition Assistance Program, Employment Service/Wagner-Peyser, Trade Adjustment Assistance, Workforce Investment Act, Work Incentive Grants, Temporary Assistance for Needy Families, Child Care, Transportation Services and Project Rio programs you administer for the Texas Workforce Commission were included in this report. We have reviewed your response and determined that the audit report complies with the Single Audit Act Amendments of 1996, OMB Circular A-133, and the State of Texas Single Audit Circular. The audit report is accepted and the audit file is closed.

For future audits, please ensure that indirect "Group Hospitalization and Pension Costs" are reported as indirect Fringe Benefits in the Schedule of Indirect Costs of the audit report.

We would like to reiterate to the Board, the changes or possible changes that will/may impact future single audits (see enclosed Attachment A). The Board should be aware and keep up with the changes in order to strengthen internal controls.

Thank you for your assistance during the single audit resolution process. Should you have any questions, please contact Zana Jones at (512) 936-2513.

Sincerely,



W. Boone Fields  
Director of Audit Resolution

Enclosure

cc: David Cleveland, Executive Director, East Texas Council of Governments  
Wendell Holcombe, Director of Workforce Development Programs, East Texas WDB  
Juan Garcia, Director, Board Contract Management, TWC