

**AGENDA
AUDIT COMMITTEE MEETING
JUNE 30, 2016**

**MORRIS COUNTY COURTHOUSE ANNEX
600 BROADNAX
DAINGERFIELD, TX**

- | | |
|------|--------------------------------------------------------------------|
| 9:00 | Call to Order |
| 9:05 | Approval of Minutes |
| 9:10 | Audit Presentation by Chris Pruitt, Pattillo, Brown & Hill, L.L.P. |
| 9:45 | Adjourn |

**ARK-TEX COUNCIL OF GOVERNMENTS
AUDIT COMMITTEE MEETING
JUNE 25, 2015**

The Audit Committee of the Board of Directors of the Ark-Tex Council of Governments met at 9:00 a.m., Thursday, June 25, 2015, at the Morris County Courthouse Annex in Daingerfield, Texas.

L.D. Williamson, Judge, Red River County called the meeting to order. The previous meeting was cancelled due to lack of a quorum, so there were no official meeting minutes to approve.

Chris Pruitt of Pattillo, Brown & Hill, L.L.P., reviewed the FY 2014 Audit and explained overall, the Audit received a clean, unmodified opinion, which is the highest opinion that can be given.

The fund balance is divided into five categories, with the Unassigned Fund balance being very healthy at \$2.1 million, in relation to yearly expenditures. The Income Statement showed a net loss of \$88,605, which is minimal considering the revenue. Mr. Pruitt explained this year's report is pretty standard fare, with nothing out of the ordinary or extreme. Indirect administrative costs were over budget at \$191,000 this year, which allows each grant program to charge a higher administrative fee next year.

Additional single audits were done on the larger "high risk" programs, which include the Housing Program/Section 8, Transit and 9-1-1 programs. These single audits are required by the grant programs to confirm the funds are being used appropriately and in compliance with grant regulations. Mr. Pruitt stated there were no findings and provided a clean opinion on these programs.

Overall, ATCOG was awarded \$12.4 million in federal grants and \$2.1 million in state grants. Mr. Pruitt concluded the Audit Report, stating the bottom line is the fund balance is healthy, there was an unmodified opinion and no findings on the Audit.

Chris Brown, Executive Director, asked for clarification between "unrestricted" and "unassigned" funds. Mr. Pruitt explained it is actually dependent upon the particular fund balance in question, but in short, they are classified as available funds, unencumbered by government grant rules. There was some general discussion regarding various line items and other area COG procedures.

Motion to approve the audit report for presentation to the Board was made by Chuck Superville, Jr., Judge, Lamar County and seconded by Becky Wilbanks, Judge, Cass County. The motion was approved. With no further business to discuss, Judge Williamson adjourned the meeting.

**ARK-TEX COUNCIL OF GOVERNMENTS
AUDIT COMMITTEE MEETING
AUGUST 27, 2015**

The Audit Committee of the Board of Directors of the Ark-Tex Council of Governments met at 9:30 a.m., Thursday, August 27, 2015, at the Luminant Community Room in Mt. Pleasant, Texas.

L.D. Williamson, Judge, Red River County, called the meeting to order.

Linda Moore, Finance Manager, presented for consideration approval of Audit Firm selection based on a recent Request For Proposal (RFP).

Ms. Moore explained the proposal would cover an initial period from October 1, 2014 to September 30, 2015 with the option to extend service for four additional years. The only response to the proposal was from Pattillo, Brown & Hill, LLP, who is the current auditing firm for ATCOG.

Motion to approve engaging Pattillo, Brown & Hill, LLP as the auditing firm for ATCOG was made by Scott Lee, Judge, Franklin County, and seconded by Becky Wilbanks, Judge, Cass County. The proposal was approved.

There was no further business to discuss. Motion to adjourn was made by Judge Lee and seconded by Judge Wilbanks.

COMMITTEE MEMBERS PRESENT:

L.D. Williamson, Judge, Red River County
Becky Wilbanks, Judge, Cass County
Scott Lee, Judge, Franklin County

STAFF MEMBERS PRESENT:

Chris Brown, Executive Director
Linda Moore, Finance Manager
Amber Thurston, Executive Assistant