

**Independent Public Accountant Response To Draft Report**



FRANCIS & COMPANY PLLC

August 1, 2008

US Department of Labor  
Office of Inspector General  
Washington DC 20210

On May 2, 2008 the U.S. Department of Labor, Office of Inspector General (OIG), completed a Quality Control Review of the following audit completed by Francis and Company, PLLC under the Federal Single Audit Act and Office of Management and Budget (OMB) Circular A-133 (A-133):

Single Audit of the Seattle-King County Workforce Development Council (WDC)  
Auditor's Reports and Financial Statements for the year ended June 30, 2005.

The results of the Quality Control Review identified two items for our firm's management attention. Below is our response to those items:

**1. Firm did not follow A-133 for reporting the Type A threshold**

We agree that due to an oversight, the lower threshold amount for Type A programs was reported in the summarized Schedule of Findings and Questioned Costs. As discussed in the OIG report, the correct threshold amount was documented in our audit work papers along with related audit work.

We corrected the amount on the Federal Audit Clearinghouse database. We considered possible users of the report and do not consider notification necessary.

**2. Firm did not follow GAGAS for reporting deficiencies in internal controls**

In accordance with GAGAS, the circumstances relating to these items were judged during the audit to be inconsequential, and the items were noted in the work papers that they were verbally communicated to management. Though we agree that the names or positions of the specific management personnel were not identified in the work papers, the audit entity is a small organization, and the management consisted of the Chief Executive Officer, Chief Operating Officer, and Controller, who were all informed during the exit conference.

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We will make sure there is more complete documentation in the work papers, of verbal communication.

Sincerely,



Horace Francis, CPA