

**MINUTES OF THE
AUDIT COMMITTEE**

THURSDAY, FEBRUARY 23, 2012

At a meeting of the **Audit Committee**, held Thursday, February 23, 2012, in the Board Room, on the 9th Floor of the Administration Building, Mount Clemens, the following members were present:

Fraschetti-Chair, Brown, DiMaria, Flynn, Gralewski, Mocerri, Sabatini, Sauger and Tocco.

Other Commissioners Also Present:

Carabelli

There being a quorum of the committee present, Chair Frascchetti called the meeting to order at 6:05 p.m.

PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was recited.

AGENDA

MOTION

A motion was made by Sabatini, supported by Mocerri, to adopt the agenda, as presented. **The Motion Carried.**

MINUTES

MOTION

A motion was made by Sabatini, supported by Flynn, to approve the November 29, 2011 minutes of this committee, as written. **The Motion Carried.**

PRESENTATION ON 2010 MACOMB COUNTY AUDIT REPORT FROM THE AUDIT FIRM REHMANN ROBSON

In attendance from Rehmann Robson were Mark Kettner and Mark Tschirhart. In attendance from the Finance Department were Pete Provenzano and Steve Smigiel.

Commissioners were provided with the following:

- A spiral bound booklet entitled, County of Macomb, Comprehensive Annual Financial Report (CAFR) for the Year Ended December 31, 2010
- A 22-page document entitled, Macomb County, Michigan - Single Audit Act Compliance for the Year Ended December 31, 2010 which was prepared by Rehmann Robson
- A four-page document entitled, Communication with those charged with governance under SAS No. 114, along with Attachment A - Consideration of Internal Control Over Financial Reporting for the Year Ended December 31, 2010 (pages A1 and A2) which was prepared by Rehmann Robson

Pete Provenzano reported that the audit was an intensive process which was led by Steve Smigiel and noted over 1,400 hours was spent on the audit. He reported that they received an unqualified opinion, which is the best opinion that can be obtained. Included in committee packets was a management letter with a list of recommendations, and all of the recommendations have been fulfilled to date.

Mark Tschirhart from Rehmann Robson noted three of five deliverables were provided in committee packets:

- Spiral bound CAFR
- Single Audit Act Compliance report
- Required communications document

He reported, for the other two deliverables: the Data Collection form, along with other attachments, have been uploaded to the federal government and the Audit and Procedures report, along with other attachments, have been uploaded to the State Department of Treasury.

He then overviewed the four-page document entitled, Communication with those charged with governance under SAS No. 114. He then reviewed, in its entirety, Attachment A - Consideration of Internal Control Over Financial Reporting for the Year Ended December 31, 2010 (pages A1 and A2).

The following commissioners spoke: Carabelli, Brown, Frascchetti and Sabatini.

After discussion, Mark Tschirhart summarized the report entitled, Single Audit Act Compliance for the Year Ended December 31, 2010.

There were no questions on the Single Audit Act Compliance report.

**RECEIVE AND FILE 2010 COMPREHENSIVE ANNUAL FINANCIAL REPORT AND
2010 SINGLE AUDIT REPORT, AS PREPARED BY THE AUDIT FIRM REHMANN
ROBSON**

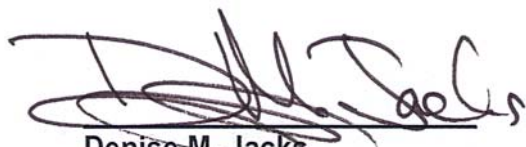
MOTION

A motion was made by Brown, supported by DiMaria, to receive and file the 2010 Comprehensive Annual Financial Report and 2010 Single Audit Report, as prepared by the audit firm Rehmann Robson. **The Motion Carried.**

ADJOURNMENT

MOTION

A motion was made by Gralewski, supported by DiMaria, to adjourn the meeting at 6:38 p.m. **The Motion Carried.**



Denise M. Jacks
Committee Reporter