



OFFICE OF THE COMPTROLLER
CITY OF ST. LOUIS



DARLENE GREEN
Comptroller

Internal Audit Section

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DR. KENNETH M. STONE, CPA
Internal Audit Executive

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June 21, 2012

Honorable Darlene Green, Comptroller
1200 Market Street, Room 311
Saint Louis, MO 63103-2806

RE: Follow-up Review of Comptroller's Office Riverfront Gaming Audit Observation
Project # 2010-04

Honorable Ms. Green:

The Internal Audit Section has conducted a limited follow-up review on the Comptroller's Office Riverfront Gaming Audit Report, for the period July 1, 2008 through June 30, 2009. A limited follow-up review does not necessarily involve detailed testing or verification but instead relies on communication with the department management and staff, as well as limited observations.

This follow-up review was made under authorization contained in Article XV, Section 2 of the Charter of St. Louis, as revised, and conducted in accordance with the *International Standards for the Professional Practice of Internal Auditing*.

The purpose of this follow-up review is to determine the status of the observations made in the report issued March 26, 2010 as of May 31, 2012.

It was determined that the following observation has been **resolved**:

Opportunity To Update Current Procedures

The Comptroller's Office has updated the Gaming revenues accounting procedures as of June 2012. The updated accounting procedures included necessary performance standard and control procedures for all required functions. Some of the performance standard and control procedures included in the accounting procedures are noted as follows:

- Payments are monitored as prompt calls and notices sent to the respective State department when payments are not received timely
- City portion of the tax collections are wired to the City Clearing account by the State
- RCFs' are completed as soon as possible for the deposit of the funds with the Treasurer's Office

- Deposit information on RCF is compared to the general ledger by the Financial Reporting Section to ensure postings to ledger are correctly done
- Report of daily admissions and daily tax collections received monthly at the Comptroller's Office are reconciled to the general ledger
- The percentage for gaming tax has been changed to 21% in the written accounting procedures to reflex tax increase

If you have any questions, please contact the Internal Audit Section at (314) 657-3490.

Respectfully,



Dr. Kenneth M. Stone, CPA
Internal Audit Executive

Attachment

cc: John Zakibe, Deputy Comptroller