



Audit Report



OIG-16-032

FINANCIAL MANAGEMENT

Management Letter for the Audit of the Office of the Comptroller of the Currency's Fiscal Years 2015 and 2014 Financial Statements

January 22, 2016

Office of
Inspector General

Department of the Treasury

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OFFICE OF
INSPECTOR GENERAL

DEPARTMENT OF THE TREASURY
WASHINGTON, D.C. 20220

January 22, 2015

**MEMORANDUM FOR THOMAS J. CURRY
COMPTROLLER OF THE CURRENCY**

FROM: Adé Bankole
Acting Director, Financial and Procurement Audit

SUBJECT: Management Letter for the Audit of the Office of the
Comptroller of the Currency's Fiscal Years 2015 and 2014
Financial Statements

We contracted with the independent certified public accounting firm of Williams, Adley & Company-DC, LLP (Williams Adley) to audit the financial statements of the Office of the Comptroller of the Currency (OCC) as of September 30, 2015 and 2014, and for the years then ended. The contract required that the audit be performed in accordance with U.S. generally accepted government auditing standards, Office of Management and Budget (OMB) Bulletin No. 15-02, *Audit Requirements for Federal Financial Statements*, and the Government Accountability Office/President's Council on Integrity and Efficiency *Financial Audit Manual*.

As part of its audit, Williams Adley issued the attached management letter dated October 30, 2015, that discusses a deficiency in internal control over financial reporting that was identified during the audit, but was not required to be included in the auditors' reports.

In connection with the contract, we reviewed Williams Adley's management letter and related documentation and inquired of its representatives. Williams Adley is responsible for the letter and the conclusions expressed in the letter. However, our review disclosed no instances where Williams Adley did not comply, in all material respects, with U.S. generally accepted government auditing standards.

Should you have any questions, please contact me at (202) 927-5329, or a member of your staff may contact Renee Whittington, Manager, Financial and Procurement Audit, at (202) 927-0362.

Attachment

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MANAGEMENT LETTER

Comptroller of the Currency
Office of the Comptroller of the Currency

Inspector General
Department of the Treasury

We have audited the balance sheet as of September 30, 2015 and 2014, and the related statements of net cost, changes in net position, and budgetary resources for the year then ended, hereinafter referred to as "financial statements", of the Office of the Comptroller of the Currency (OCC) and have issued an unmodified opinion thereon dated October 30, 2015.

In planning and performing our audit of the financial statements of the OCC, we considered its internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control. We have not considered the internal control since the date of our report.

In our fiscal year 2015 audit, we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. We noted one control deficiency that is a repeat from the prior year, as discussed in Appendix I.

We appreciate the cooperation and courtesies extended to us during the conduct of the audit. We will be pleased to meet with you or your staff, at your convenience, to discuss issues in this letter or furnish any additional information you may require.

Williams, Adley & Company-DC, LLP

Washington, D.C.
October 30, 2015

OCC Needs To Strengthen Its Contingency Planning Controls (Repeat Condition)

A control weakness identified in previous years related to OCC's Contingency Planning controls remained unresolved. Specifically, OCC has not fully developed, documented, and tested an executable disaster recovery strategy for its Network Infrastructure (NI) General Support System (GSS).

Recommendations: OCC management should continue with their existing corrective actions to develop an executable recovery strategy for its network. Once a strategy is developed, it should be tested to ensure that it can be executed.

Management Response:

OCC concurs with this finding and the associated recommendation. Management has developed a schedule for documenting, implementing, and testing disaster recovery capabilities for the NI-GSS to be completed by September 30, 2016. Currently, OCC is reviewing and analyzing prospective disaster recovery solutions and is notionally on track for the September 30, 2016 completion date.

Auditor Analysis:

Based on management's response, we determined that the proposed approach is sufficient to close the recommendation if properly implemented.

OCC's response has not been subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

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