

Texas Workforce Commission

A Member of Texas Workforce Solutions

Tom Pauken, Chairman

Ronald G. Congleton
Commissioner Representing
Labor

Andres Alcantar
Commissioner Representing
the Public

Larry E. Temple
Executive Director

October 22, 2008

Mr. Joe D. Cruz, Jr.
Controller
Middle Rio Grande Development Council
Post Office Box 1199
Carrizo Springs, Texas 78834

Dear Mr. Cruz:

Thank you for your responses concerning our review of the Middle Rio Grande Development Council's audit report for fiscal year ending August 31, 2007. The Food Stamp Employment and Training, Child Care, Temporary Assistance for Needy Families, Workforce Investment Act, Work Opportunity Tax Credit, Permanent Labor Certification for Foreign Workers, All-Volunteer Force Educational Assistance, Employment Services, Project Rio and Transportation Services programs you administer for the Texas Workforce Commission were included in this report. We have reviewed your response and determined that the audit report complies with the Single Audit Act Amendments of 1996, OMB Circular A-133, and the State of Texas Single Audit Circular. The audit report is accepted and the audit file is closed.

For your information, significant audit adjustments made to fairly state account balances will be deemed control deficiencies and no longer acceptable as a management letter issue even though deemed not material to the financial statements following SAS 112. Please ensure that your stated controls are in place and reconciliation of account balances are done monthly.

Thank you for your assistance during the single audit resolution process. Should you have any questions, please contact Zana Jones at (512) 936-2513.

Sincerely,



W. Boone Fields
Director of Audit Resolution

cc: Leodoro Martinez, Jr., Executive Director, Middle Rio Grande Development Council
Juan Garcia, Director, Board Contract Management, TWC