

To the Honorable Mayor and
Members of the Town Council
Town of Apex, North Carolina

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining information of the Town of Apex, North Carolina, as of and for the year ended June 30, 2019, and have issued our report thereon dated October 31, 2019.

In our report on internal control structure, in the compliance section of the annual report, we explained the standards and procedures by which we conducted our audit. We also stated the responsibilities of the Town's management for establishing and maintaining an internal control structure, and that we had noted no matters involving the internal control structure and its operations that we consider to be material weaknesses. Our study and evaluation disclosed the following areas, while not considered to be material weaknesses or significant deficiencies, in which we believe improvements are desirable:

In our tests of inventories at June 30, 2019 we noted several of the items selected for test count verification did not match the inventory amounts on hand. In addition, it was determined that a journal entry for November to charge out inventory items for specific uses was not posted to the general ledger. We recommend that a thorough review of inventory be conducted by staff and that inventory be counted at least quarterly and be fully reconciled to the general ledger. Furthermore, we recommend that any significant adjustments needed to reconcile these amounts be reviewed in detail by management.

We appreciate the excellent cooperation and courtesies extended us during the audit. If we can be of further assistance, please let us know.

October 31, 2019

Joyce and Company, CPA