

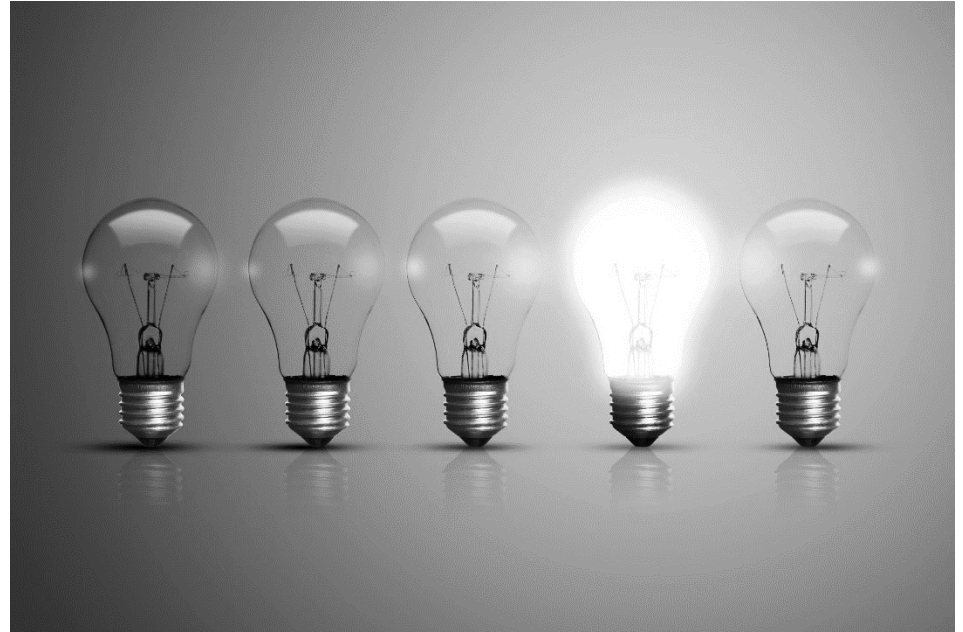
# Quarterly External Audit and Remediation Status

Presented By  
Susan Crowder, Chief Financial Officer  
July 26, 2022

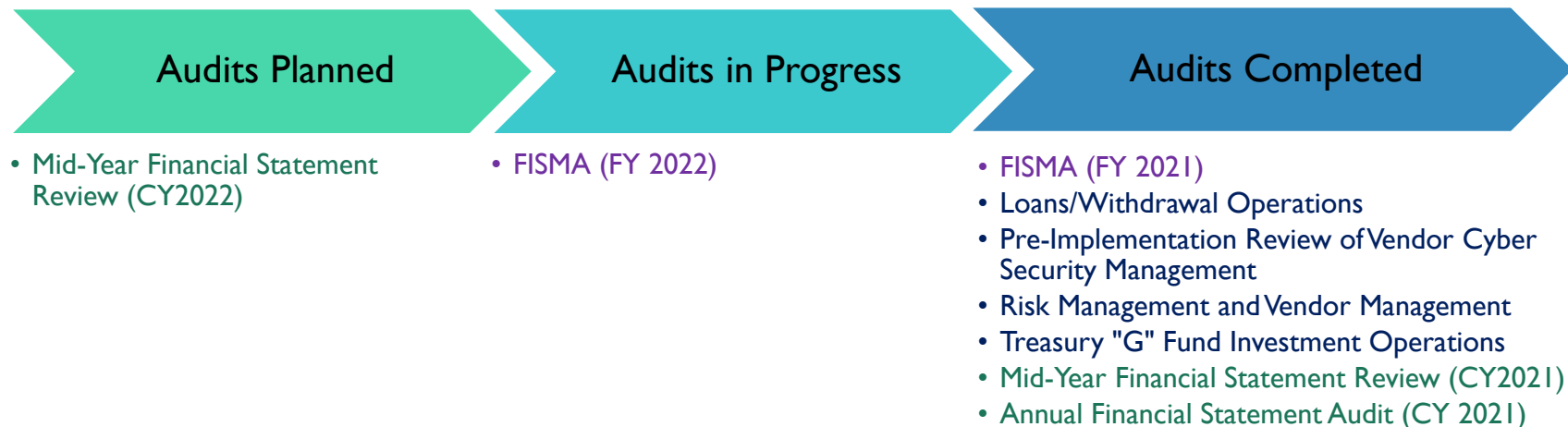
# Agenda

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# External Audit Status



# External Audit Status (FY2022)



## **Auditor Legend**

EBSA

Williams Adley

CLA

# Government Securities Investment Fund Investment Operations (G Fund)

## Audit Objectives:

- Determine if U.S. Department of the Treasury (Treasury) implemented certain procedures to:
  1. Accurately calculate the G Fund interest rate and interest earned on G Fund investments;
  2. Accurately summarize and report G Fund investments and related earnings to the Agency;
  3. Promptly notify Congress and the Agency when the debt issuance suspension is necessary and when the suspension period ends; and
  4. Promptly and accurately restore the G Fund upon expiration of a debt issuance suspension period to the state it would have been in, had the suspension not occurred.
- Determine if the Agency implemented certain procedures to promptly and accurately report to Treasury daily G Fund investments that would have been invested or redeemed during debt issuance suspension periods.
- Test Compliance of the TSP G Fund investment operations with the applicable provisions of the Federal Employees' Retirement System Act of 1986 (FERSA).

# Government Securities Investment Fund Investment Operations (G Fund)

**Audit Scope Period:** January 1, 2021, to December 31, 2021

**Audit Report Date:** April 11, 2022

**Audit Results:**

- No recommendations

# Pre-Implementation Review of Vendor Cybersecurity Management

## Audit Objectives:

- Determine whether the Agency:
  1. Implemented certain procedures to determine if the new recordkeeping service provider developed certain cybersecurity and data protection procedures over the Thrift Savings Plan (TSP) and participant account data in accordance with applicable Federal and contractual requirements.

# Pre-Implementation Review of Vendor Cybersecurity Management

**Audit Scope Period:** As of November 30, 2021

**Audit Report Date:** May 09, 2022

**Audit Results:**

- No recommendations



# Risk Management and Vendor Management

## Audit Objectives:

- Determine whether the Agency:
  1. Implemented certain procedures to assess risks related to the new vendors and service providers in accordance with applicable National Institute of Standards and Technology (NIST) guidance.
  2. Properly categorize, authorize, and monitor the new vendors and service providers systems in accordance with applicable NIST guidance.
  3. Assess new vendors and service providers against key contractual and service level agreement requirements related to information technology security.

# Risk Management and Vendor Management

**Audit Scope Period:** January 1, 2021, to December 31, 2021

**Audit Report Date:** May 11, 2022

**Audit Results:**

- No recommendations

# Loans and Withdrawals Policies and Procedures for the New Thrift Savings Plan Recordkeeping System

## Audit Objectives:

- Determine whether the Agency implemented certain procedures to determine if policies and procedures are being developed by the new recordkeeping system service provider for:
  1. Processing TSP withdrawal and loan transactions promptly and accurately in individual participant accounts.
  2. Processing authorized participant payments in accordance with applicable provisions of the FERSA, as amended, and applicable Agency regulations.
  3. Submitting withdrawals and loan activity for recording in TSP accounting records.

# Loans and Withdrawals Policies and Procedures for the New Thrift Savings Plan Recordkeeping System

**Audit Scope Period:** As of November 31, 2021

**Audit Report Date:** May 17, 2022

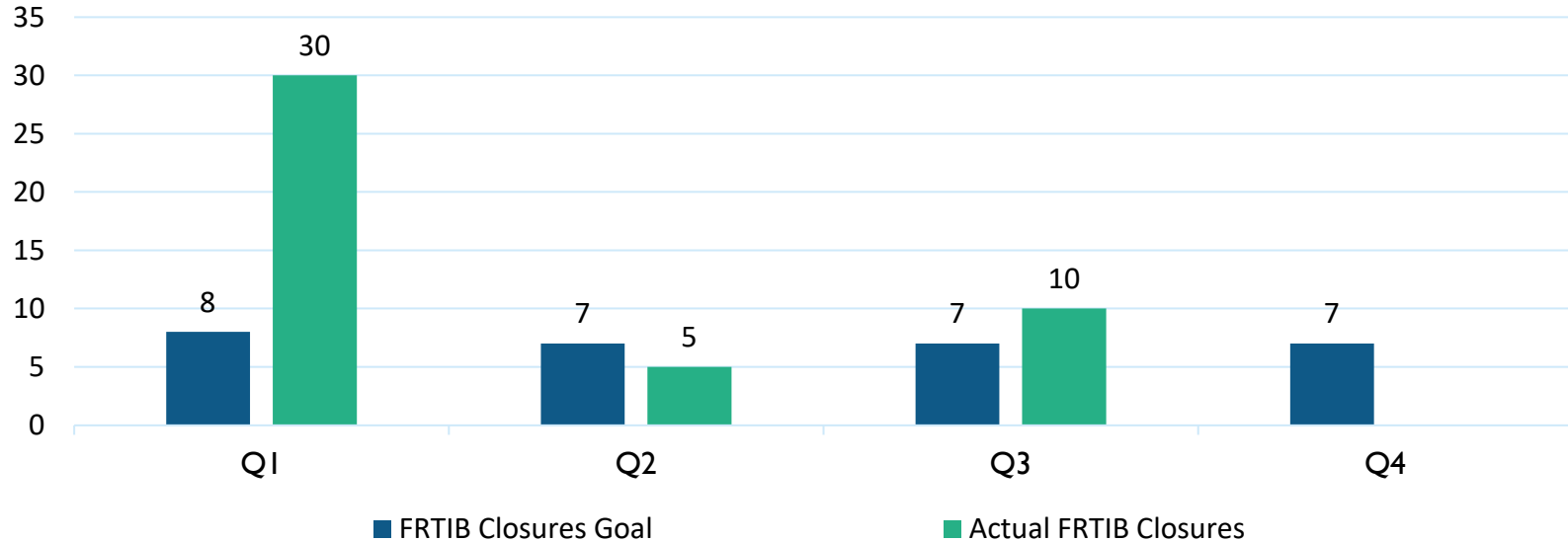
**Audit Results:**

- No recommendations

# Remediation Status



# FY2022 FRTIB Audit Remediation Closures



Our FY2022 goal is to have at least 29 closures.

Includes: Dept. of Labor (EBSA), Financial Statement Audit, GAO, FISMA and 2015/2016 External Assessment

# Open Audit Recommendations

## FY2016 – FY2022

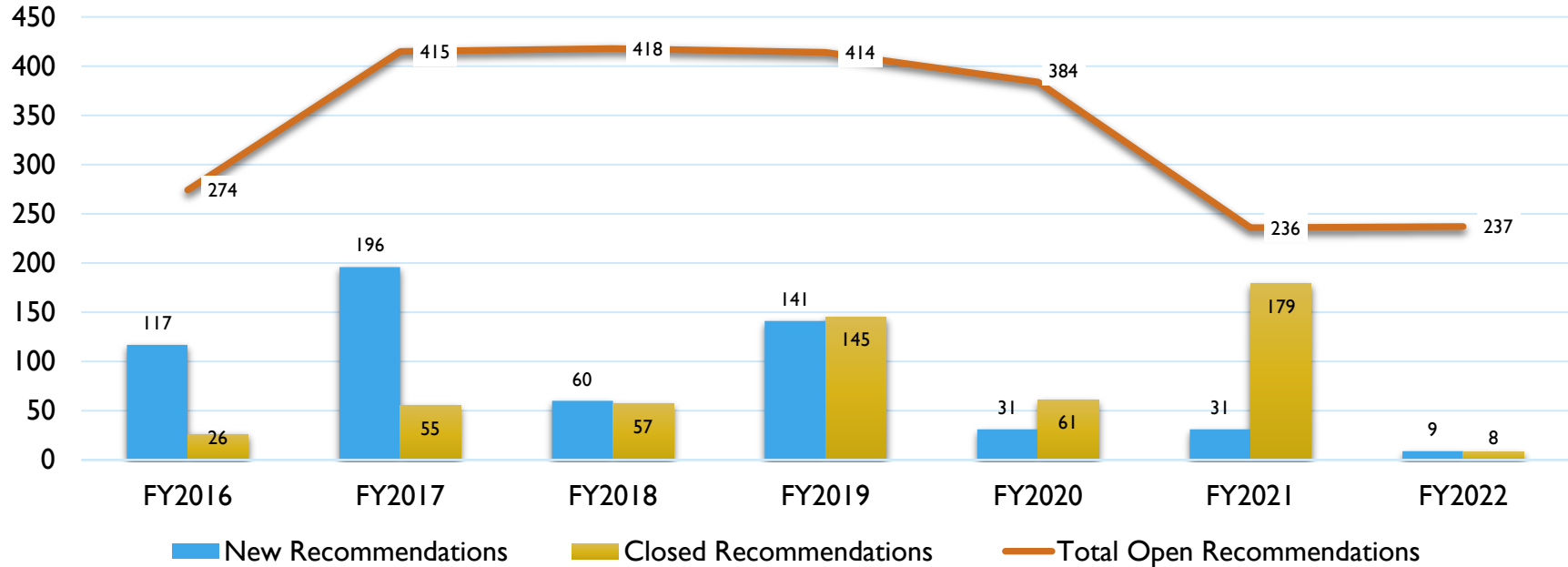
Auditor Activity	FY 2016	FY 2017	FY 2018	FY2019	FY2020	FY2021	FY2022
Auditor Start	183	274	415	418	414	384	236
Auditor Add	117	196	60	141	31	31	9
Auditor Closed	-26	-55	-57	-145	-61	-179	-8
Auditor End	274	415	418	414	384	236	237

FRTIB Activity	FY 2016	FY 2017	FY 2018	FY2019	FY2020	FY2021	FY2022
FRTIB Start	116	247	346	341	280	183	116
Auditor Add	117	196	60	141	31	31	9
FRTIB Closed	-14	-97	-65	-205	-133	-114	-45
FRTIB Closed Reversed by Auditor				3	5	16	0
FRTIB End	247	346	341	280	183	116	80

Auditor Activity includes external audit results from the Dept. of Labor (EBSA), Financial Statement Audit, GAO, FISMA and 2015/2016 External Assessment

FRTIB Activity includes audit remediation results determined by the OCFO Audit Management Division.

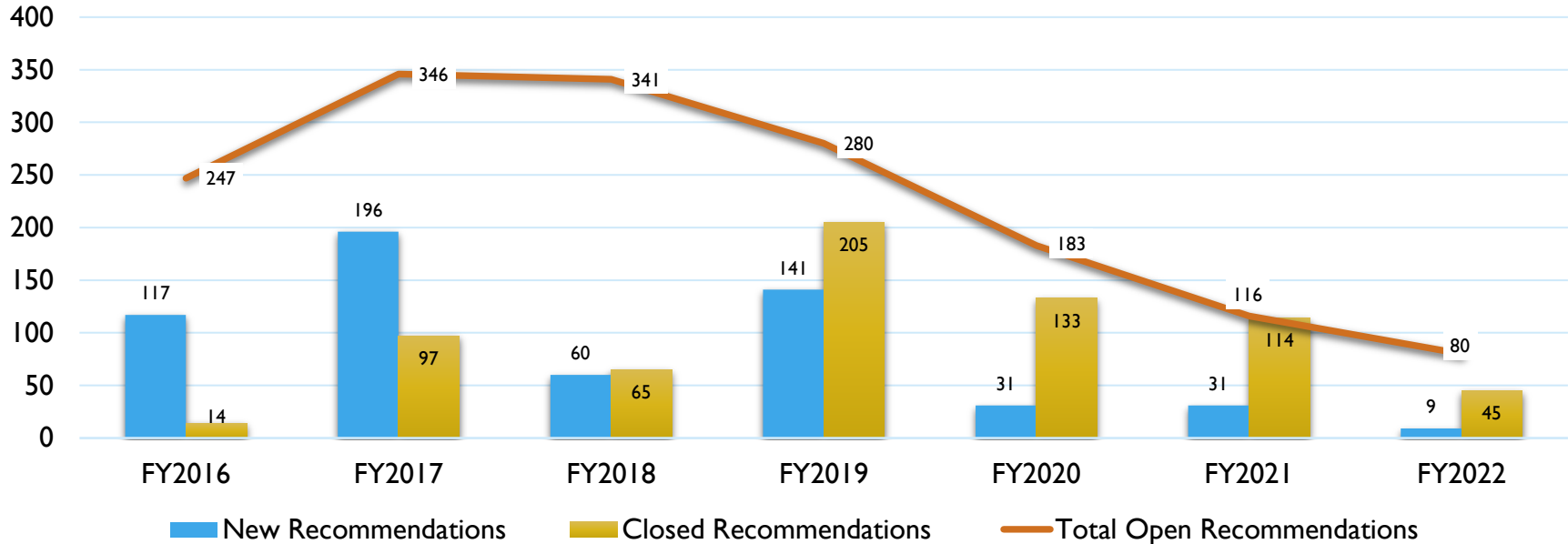
# External Auditor Recommendations FY2016 – FY2022



Auditor Activity includes external audit results from the Dept. of Labor (EBSA), Financial Statement Audit, GAO, FISMA and 2015/2016 External Assessment FRTIB Activity includes audit remediation results determined by the OCFO Audit Management Division.

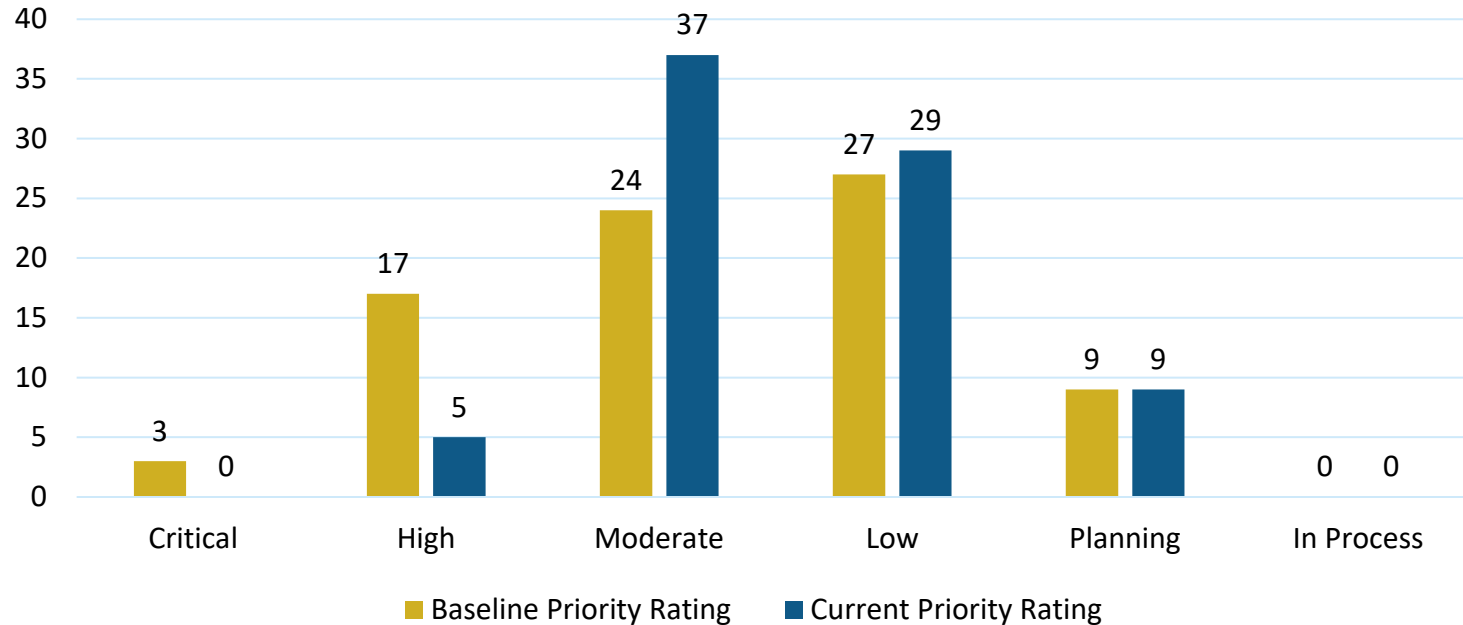


# FRTIB Audit Remediation FY2016 – FY2022



Auditor Activity includes external audit results from the Dept. of Labor (EBSA), Financial Statement Audit, GAO, FISMA and 2015/2016 External Assessment FRTIB Activity includes audit remediation results determined by the OCFO Audit Management Division.

# Open Recommendations By Priority Rating (as of 6/30/2022)



Includes: Dept. of Labor (EBSA), Financial Statement Audit, GAO, FISMA and 2015/2016 External Assessment

# Questions?