

# Internal Audit Update

Presented By  
Barbara Holmes, Chief Audit Executive  
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# Agenda

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# CY2022 Internal Audit Plan

2022 Internal Audit Plan: Subject to change based on timing

Audit	January	February	March	April	May	June	July	August	September	October	November	December
Business Continuity Management	Completed	Completed	Completed									
Multiple Asset Manager		Completed	Completed	Completed								
Procurement & Contract Award (1)			Completed	Completed	Completed	Completed						
Vendor Management & Contract Closeout (2)						In Process	In Process	In Process				
Improper Payments (3)						Completed	Original Date Planned	Original Date Planned	Original Date Planned			
Insider Threat Part II (4)									Original Date Planned	Original Date Planned	Original Date Planned	
Special Project: Program Office File Review (5)	In Process	In Process	In Process	In Process	In Process	In Process	In Process	In Process	In Process	In Process	In Process	In Process
Special Project: GAO Audit Readiness (6)							In Process	In Process	In Process	In Process		
Annual FISMA Audit			Completed	Completed	Completed	Completed						
Decommissioning of Legacy Assets (Continuation of FISMA- Risk Mgmt) (7)								Planned	Planned	Planned	Planned	

- Planned
- In Process
- Completed
- Original Date Planned

Additional information associated to above audits as annotated:

- (1) From identification of need to award of contract (Formally Procurement & Contract Management)
- (2) From award of contract to contract close out (Formally Vendor Management)
- (3) Improper Payments, reviewed draft policy, procedure, and risk assessment July 2022. Originally planned for Aug-October. Moved testing to Q2 or Q3 of 2023.
- (4) Insider Threat test of results, test of design in 2021 passed. Originally planned for Oct-Dec. No population for 2022, moved testing to Q1 or Q2 of 2023.
- (5) OED report issued in early February, OCE issued in July, OGC issued in August
- (6) Special Project added in August to prepare for GAO review
- (7) Audit added. Relates to Risk Management- FISMA

# OGC Shared Drive Review Results

- **Timing:**
  - This review was conducted December 2021 – January 2022
- **Objective:**
  - To review OGC compliance with office file plans
- **Findings:**
  - OGC did not fully comply with the office file plan

# Procurement and Contract Award Audit Objective and Scope

- **Objective:**

- Conduct tests of critical controls for the Procurement and Contract Award process
- Identify weaknesses found during testing of critical controls.
- Review prior year audit findings and remediation

- **Scope:**

- The scope period of our review was January 1, 2021, through April 30, 2022.
- Two Notice of Findings and Recommendations were issued. See next slide.

# Procurement and Contract Award Audit Findings

- **Findings:**

- Two Notice of Findings and Recommendations were issued.
- Two Medium Rated
  - Missing or Incomplete COR and CO documentation
  - Insufficient Documentation to Support Contract Awards

# Status of Internal Audit Findings

## Calendar Years 2015 - 2022

Status by Year	2015	2016	2017	2018	2019	2020	2021	2022	Total
Closed	52	0	7	32	5	3	3	0	110
In Process	0	0	0	0	0	0	1	0	1
Open	0	0	0	0	0	3	2	2	7
Grand Total	52	0	7	32	5	6	6	2	110

### Definitions:

Open: Finding has not been remediated yet.

Closed: IA has reviewed remediation documentation and considers the finding closed.

Cancelled: Cancelled findings are excluded from totals.

In Process: Currently under IA review.

\*Note: Previous audit findings (2020) were not risk rated consistently

# Other Internal Audit Activities

- Conducting GAO Audit Readiness Review
  - In Progress: Target completion date – mid/end of October
- Conducting Legacy Asset Decommissioning Review
- Drafting Call Orders for 2023 FISMA audit and Internal Audit services (performance audits)



# Questions?