

Internal Audit Update

Presented By
Barbara Holmes, Chief Audit Executive
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Agenda

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CY2024 Internal Audit Plan

Audit	Month	January	February	March	April	May	June	July	August	September	October	November	December
Special Project: Program Office File Review (OED/ORM) (*)		Completed (2)											
Improper Payments (*)		In Process (4)	In Process (4)	In Process (4)									
Records Management		Timing Adjusted (2)	In Process (4)	In Process (4)									
Review of Internal Control Process		Completed (2)	Completed (2)	Completed (2)									
AuditNow Implementation Review (1)			Timing Adjusted (2)	Timing Adjusted (2)		Planned (9)	Planned (9)						
Compliance with E.O. 14035				In Process (4)	In Process (4)	In Process (4)							
FSM: Oracle Financials					Planned (9)	Planned (9)	Planned (9)	Planned (9)					
Converge Court Order Payments					Planned (9)	Planned (9)	Planned (9)						
Contracting					Planned (9)	Planned (9)	Planned (9)	Planned (9)					
Mutual Funds Window Operations Part 1							Planned (9)	Planned (9)	Planned (9)				
Converge Non-Systematic Withdrawals / Check Reissues									Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)
Converge Loans									Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)
Prior Year findings (^)		Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)	Planned (9)
FISMA		In Process (4)	In Process (4)	In Process (4)	In Process (4)	In Process (4)	In Process (4)						

As of April 1 2024

Completed (2)

In Process (4)

Planned (9)

Timing Adjusted (2)

Additional information associated to above audits as annotated:

(*) - Improper Payments and Special Project: Program Office File Review Audit began December 2023

(^)- Prior year findings would be addressed throughout the year as time permits. Will assign timeframes with the various findings.

(1) - Start date pushed back due to system implementation delay.

Review of Internal Control Process

- Review of the 2024 Review of Internal Control Process performed by the Office of Planning and Risk (OPR) and identify potential issues and gaps and provide suggestions for improvements.
- No findings but noted suggestions for improvement.
- **Suggestions:**
 - Enhance linkage between entity level controls and business process key internal controls.
 - Consider revising the application of material weakness designation in the business process internal control evaluation.
 - Update the ORM.143 Internal Controls Procedures – Appendix C – Flowcharts

Monitoring of Converge Audit

- **Objective:**
 - Conduct a test of critical controls for the Monitoring of Converge process.
 - Identify weaknesses found during the testing of critical controls.
- **Scope:**
 - The review process for escalated cases and Contract Data Requirements Lists (CDRLs) reports from July 2022 to August 2023
- **Findings:**
 - One NFR issued (similar in nature to previous NFR's).
 - Other Matters noted for consideration.

Status of Internal Audit Findings Calendar Years 2018 – 2024

Status by Year	2018	2019	2020	2021	2022	2023	2024	Total by Status
Closed:	2	5	5	4	0	0	0	16
In Process:	0	0	1	0	0	0	0	1
Open:	0	0	0	2	6	5	1	14
Total by Year:	2	5	6	6	6	5	1	<u>31</u>

Definitions:

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

In Process: Currently under IA review.

Open: Finding has not been remediated yet.

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

Other Internal Audit Activities

- Executing 2024 FISMA audit
- Awarded and executing contract for 2024/2025 Internal Audit plans
- Executing Improper Payment audit and Records Management audit

Questions?