Internal Audit Update

Presented By Barbara Holmes, Chief Audit Executive April 23, 2024









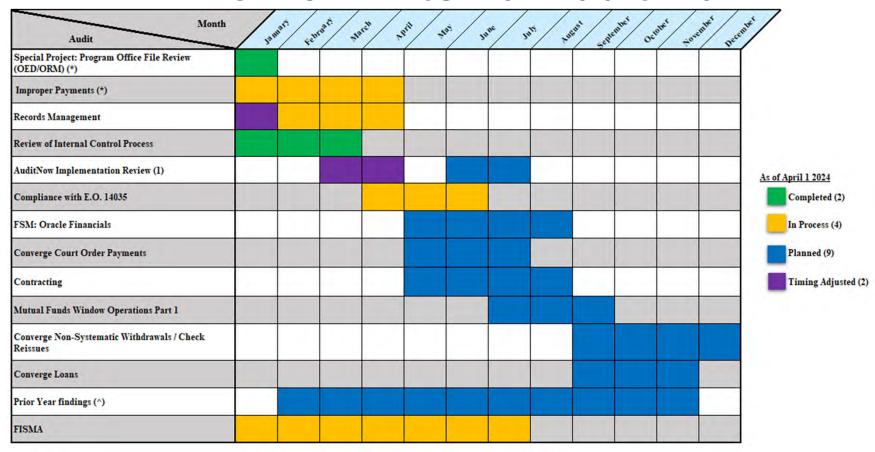


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CY2024 Internal Audit Plan



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?

