Internal Audit Division
Quarterly Update
Audit and Reporting Committee
Sept. 21, 2017
Internal Audit Update

• Internal Audits Completed
• Internal Audits In Progress
• Internal Audit Activity Update
• Performance Audit Update
Internal Audits Completed
Audits Completed

- Indirect Costs for Co-located Consultants
- Non-Regular Wages
- Federal Grant Drawdown Process
- Follow-Up of the 2013 Partner Cost Monitoring Audit – Community Transit
Audits Completed – Indirect Costs for Co-located Consultants

Audit Objective
To determine whether the agency has effective controls to ensure that consultant firms with co-located staff are not also billing ST for indirect costs related to home office expenses.

Audit Conclusion
• Management has not implemented effective controls to reasonably ensure consultant firms with co-located staff are not also billing ST for indirect costs related to home office expenses.
Audits Completed – Non-Regular Wages

Audit Objective
To determine whether the agency has effective controls to ensure that non-regular earnings are properly and equitably approved, calculated and executed.

Audit Conclusion
• Management has implemented effective controls to reasonably ensure that non-regular earnings are properly and equitably approved, calculated and executed.
Audits Completed – Federal Grant Drawdown Process

Audit Objective
To determine whether the agency has effective controls to ensure federal grant drawdowns are timely and accurate in compliance with grant agreements.

Audit Conclusion
• The agency has effective controls to ensure timely and accurate drawdowns of federal grants.
Internal Audits in Progress
Audits in Progress

- Misc. Revenues
- Non-Revenue Vehicle Program
- Non-construction Change Orders
- Payment Accuracy
- U830 EC/CM Close-Out Audits
Internal Audit Activity Update
Internal Audit Activity Update

- Consulting services on Legal Division’s public disclosure processes
- 2018 Performance Audit topics
- 2018 Internal Audit Work Plan based on an agency-wide risk assessment
2017 Performance Audit Update