

2018 YEAR TO DATE INTERNAL AUDIT STATUS UPDATE

FINANCE AND CORPORATE SERVICES COMMITTEE

Presented By: Sarah MacGregor

Date: September 26, 2018



Audit – What's in a Name?

Compliance Commander

Efficiency Expert

Fraud Fighter

2018 YTD Internal Audit Activity

Project	Focus	Status
Entity Level Controls	Fraud risk assessment	Complete
Cash Handling	Process review: Recreation Services	Complete
Fleet	Consulting	Complete
Sports Fields Maintenance	Process review	Complete
Accounts Payable	Compliance	Complete
SAP	Pre-implementation assessment	In progress
Emergency Services Campus	Consulting	In progress
Fraud & Wrongdoing Oversight	Consulting	In progress

Fraud Risk Assessment



Fraud Risk Assessment

- A fraud risk assessment is a key element of an effective anti-fraud regime
- Identifying potential fraud scenarios does **NOT** mean fraud has occurred – it allows us to:
 - Review existing controls to prevent and detect fraud
 - Develop audit plans to test the effectiveness of controls designed to mitigate fraud

Fraud Risk Assessment

LIKELIHOOD	High	2	5	6
	Medium	7	9	4
	Low	3	17	7
		Low	Medium	High
		IMPACT		

Summary of Potential Fraud Risk Ratings:

High – 15
 Medium – 18
 Low – 27
 Total - 60

Cash Handling

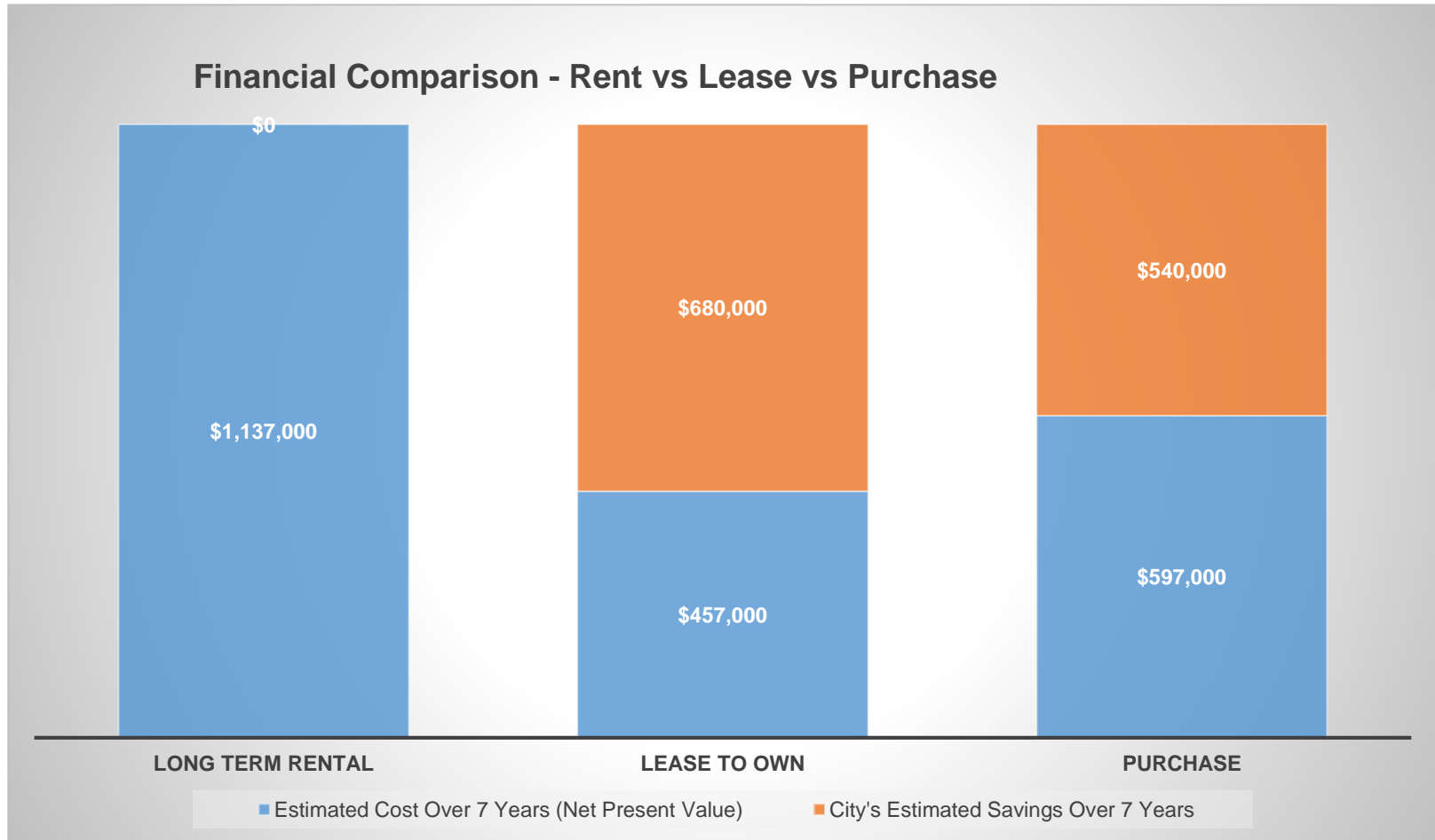


Cash Handling

Area	# Recommendations
Operations	2
Physical security	2
Policies and procedures	2
Total	6

Fleet





Sports Field Maintenance



Sports Field Maintenance

Area	# Recommendations
Operations	3
Financial	1
Communication	2
Total	6

Accounts Payable



Accounts Payable

Area	# Recommendations
Vendor management	6
Payment processing	4
System access and segregation of duties	3
Policies and procedures	1
Total	14

Fraud & Wrongdoing Program – Year 1



Fraud & Wrongdoing Program – Year 1

Method of Submission	Number of Reports	Percentage
Website	15	68%
Phone	4	18%
P.O. Box	-	0%
Total reports received through Clearview Connects	19	86%
Direct to staff	3	14%
Total	22	100%

A Name is Just a Name...

Our priority and commitment is to:

**Improve Operations and
Protect Assets**

I ♥
Being
Audited