

2019 YTD INTERNAL AUDIT UPDATE

FINANCE AND CORPORATE SERVICES COMMITTEE

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Date: June 5, 2019



Recap



A: The lesser known champion in organizations who works tirelessly and independently to improve operations and protect assets.

Q: What is Internal Audit?

2019 YTD Internal Audit Activity

Project	Focus	Status
Monitoring of Incidents	Process Review	Complete
Water Billing	Controls	Complete
Fraud Prevention Month	Entity Level Controls	Complete
SAP – Phase 1 migration of data	Controls	Complete
SAP – Phase 2 segregation of duties	Controls	In progress
Fraud & Wrongdoing Program Oversight	Consulting	Ongoing

Monitoring of Incidents



Monitoring of Incidents

Background: Recent Supreme Court ruling addressing a municipality's responsibility to monitor

Reviewed:

- What is monitored
- Who currently monitors
- How is monitoring performed

Water Billing



Water Billing

Area	# Recommendations
System Access	1
Verification	1
Collection	1
Reporting	1
Total	4



Fighting **FRAUD**

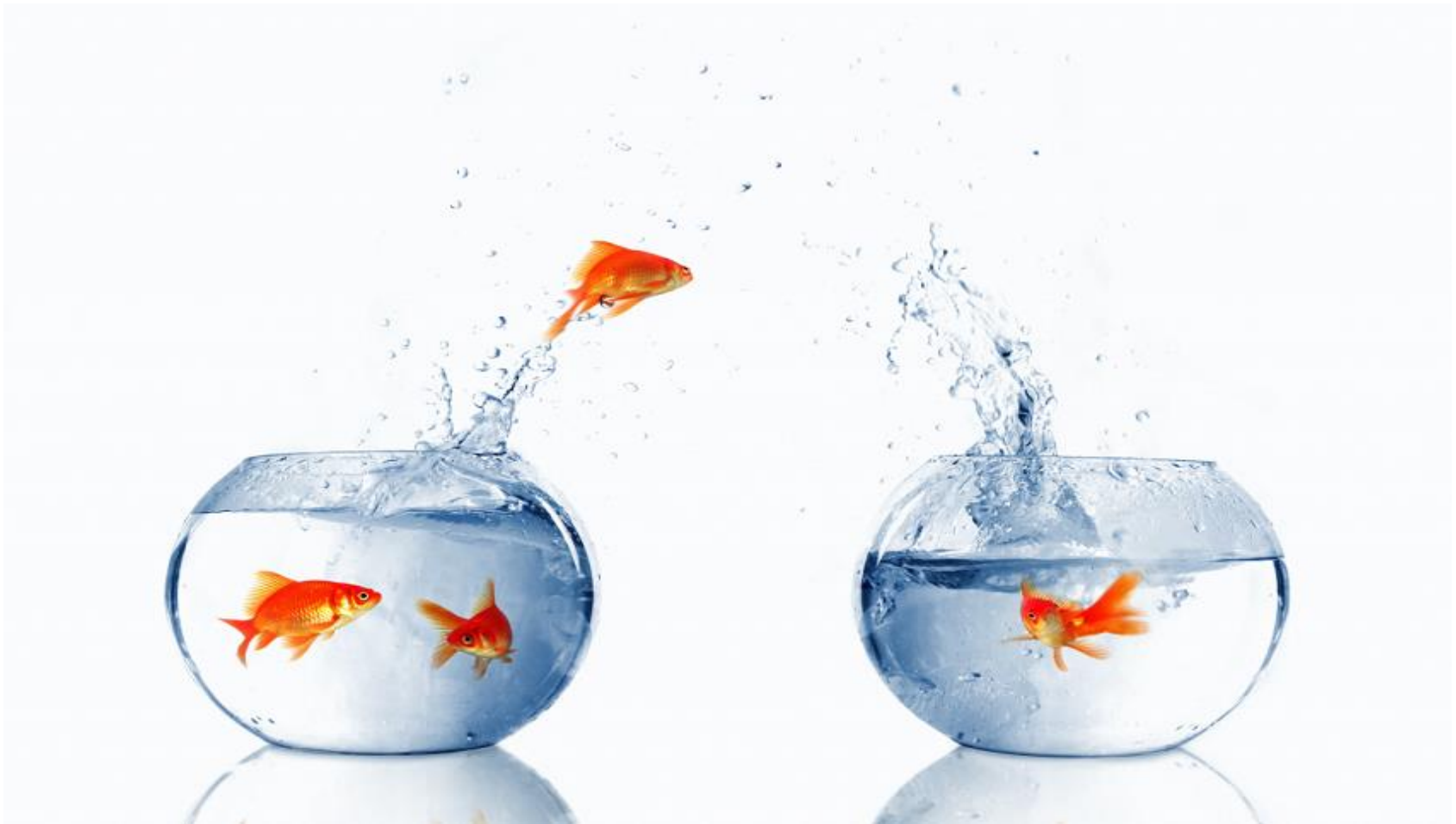


What is the City doing to fight fraud?

1. Internal Audit function
2. Code of Conduct enhancements
3. Fraud & wrongdoing program
4. Fraud risk assessment
5. Fraud awareness training



SAP Migration of Data



SAP Migration of Data

Company Code&GL	Per Great Plains	Per SAP	Difference
1000110110	8,729,948.53	8,729,948.53	0.00
1000110120	27,649.43	27,649.43	0.00
1000110130	26,167.48	26,167.48	0.00
1000110135	(68,354.69)	(68,354.69)	0.00
1000110140	0.00	0.00	0.00
1000110145	0.00	0.00	0.00
1000110160	3,596.03	3,596.03	0.00
1000111000	112,233,853.89	112,233,853.89	0.00
1000112000	23,730.05	23,730.05	0.00
1000112002	0.00	0.00	0.00
1000112003	(12.90)	(12.90)	0.00
1000112004	0.00	0.00	0.00
1000120000	16,775,443.22	16,775,443.22	0.00
1000120100	0.00	0.00	0.00
1000125020	(49,017.57)	(49,017.57)	0.00
1000125100	3,422,529.13	3,422,529.13	0.00
1000125110	(2,580.96)	(2,580.96)	0.00
1000125120	0.00	0.00	0.00
1000125150	3,133,315.18	3,133,315.18	0.00
1000125160	10,471,248.10	10,471,248.10	0.00
1000125170	0.00	0.00	0.00
1000125200	(1,039,917.66)	(1,039,917.66)	0.00
1000126000	133,575.15	133,575.15	0.00
1000126001	2,380,555.20	2,380,555.20	0.00
1000126010	2,330,948.15	2,330,948.15	0.00
1000127000	2,333,455.48	2,333,455.48	0.00
1000128000	1,884,659.00	1,884,659.00	0.00
1000130000	547,506.33	547,506.33	0.00

SAP Migration of Data

- Scope of review:
 - 2019 data relevant to financial reporting
 - Trial balance
 - Sub-ledgers
 - Payroll data impacting calculations
- Worked with Deloitte to ensure efficiencies



Stay tuned...

- Constantly looking for ways to add value
- 2 years in, Internal Audit has developed effective relationships and works to be visible around the City

