

Date: January 16, 2013  
TO: Ed Mosca, CPA, DMA SIG  
FROM: Gus Prinz, Internal Auditor, SIG  
RE: Status on AG Report No. 2010-173

In accordance with Section 20.055(5)(h), Florida Statute, the following represents the status of corrective action taken relating to the recommendations included in the Auditor General's Quality Assurance Review (Report No. 2010-173) of the DMA Office of Inspector General's (OIG) Internal Audit Activity for the fiscal year ended June 30, 2011.

**Finding No. 1: Field Works Standards.**

**Recommendation:** The OIG Internal Audit Activity should document work plans for each engagement that include planned audit procedures and significant criteria planned and applied to meet audit objectives. The OIG Internal Audit Activity should also document compliance with requirements regarding audit documentation of the assessment and consideration of internal controls and fraud risk, criteria applied, procedures performed, as well as supervisory review.

**Status:** Audit programs have been modified and implemented in our work papers. The modification included improved documentation of work plans for each engagement, including, but not limited to, enhanced audit procedures to meet the audit objectives. Audit programs have been modified to include appropriate documentation for compliance requirements relating to audit documentation of the assessment and consideration of internal controls and fraud risk. Additionally, audit steps have been added to ensure documentation of supervisory review.

**Finding No. 2: Reporting Standards.**

**Recommendation:** For reports issued under GAS (US Governmental Auditing Standards, as issued by the Comptroller General of the US), the OIG Internal Audit Activity should either incorporate the required elements into audit reports or include a modified compliance statement when all applicable compliance requirements are not followed.

**Status:** Audit reports issued under GAS, OIG Internal Audit Activity has incorporated the required elements into the audit reports and used modified compliance statements when all applicable compliance requirements were not followed, which has diluted the possibility that an audit report would be misleading to the reader.

**Finding No. 3: Planning Standards.**

**Recommendation:** We recommend significant information technology systems be considered during the risk assessment process, and long-term planning will be incorporated, and segregated, in future written audit plans.

**Status:** Consideration of significant information technology systems has been incorporated in the risk assessment process. Long-term planning has been incorporated into our audit plans.

If you have any questions or require any additional information, please do not hesitate to contact me at 904-823-0126.