



CHIEF FINANCIAL OFFICER
JIMMY PATRONIS
STATE OF FLORIDA

MEMORANDUM

JLAC received 9.16.24

DATE: September 16, 2024

TO: Jimmy Patronis, Chief Financial Officer

THROUGH: Dawn E. Case, Inspector General ^{DEC}

FROM: Debbie K. Clark, Director of Audit ^{DKC}

SUBJECT: Six-Month Follow-up Report on Status of Corrective Action, Auditor General Report 2024-174, *State of Florida Compliance and Internal Controls Over Financial Reporting and Federal Awards*, Published March 26, 2024

Internal auditing standards require that the Office of Inspector General monitor the status of corrective actions taken in response to findings and recommendations made by both external and internal audit entities. Accordingly, attached please find our six-month follow-up report on the Status of Corrective Action related to the above-referenced report.

Our six-month review indicates that the Office of Finance and Budget has completed the corrective action for their one finding.

Please contact me if you have any questions.

DEC/dkc

Enclosure

cc: Frank Collins, Chief of Staff
Susan Miller, Deputy Chief Financial Officer
Scott Fennell, Deputy Chief Financial Officer
Teri Madsen, Director of the Office of Finance and Budget
Kathy DuBose, Joint Legislative Auditing Committee

**DEPARTMENT OF FINANCIAL SERVICES
OFFICE OF INSPECTOR GENERAL**

**SIX-MONTH FOLLOW-UP REPORT
STATUS OF CORRECTIVE ACTION**

Reviewing Entity	Report	Report Title	Date Published
Auditor General	2024-174	State of Florida – Compliance and Internal Controls Over Financial Reporting and Federal Awards	3/26/2024
Finding 1	The FDFS did not properly record all opioid settlement amounts that met recognition requirements for the 2022-23 fiscal year and incorrectly recorded amounts related to fiduciary activities to a governmental fund.		
Recommendation	We recommend that the FDFS enhance year-end financial reporting controls to ensure that all settlement agreements are accounted for and required accounting entries for opioid settlements are recorded to the appropriate reporting fund in the State’s financial statements.		
Responsible Division	Finance and Budget		
Original Response	The Department concurs and will enhance established procedures to ensure that all settlement agreements are accounted for and that all required accounting entries are recorded appropriately and timely.		
Six-month Follow-up:			
Reported Status	The Bureau of Financial Services, Reporting & Reconciliation Unit (RRU) enhanced established procedures to ensure that all settlement agreements are accounted for and that all required accounting entries are recorded appropriately and timely. Additionally, the RRU team added a task to our overall <i>year-end checklist</i> tool that the team uses to ensure tasks are completed during the closing process.		
Expected Completion Date for Corrective Action	Completed July 2024		
OIG Assessment	Completed. The Office of Finance and Budget has implemented corrective action to address this finding based on the information provided.		