



JoAnn Chance

Audit Update

April 16, 2008





Agenda

Since 12/07 (Commissioner Abraham's Appointment):

- Completed Audits
 1. Contract Steering, Conflict of Interest, Misuse of State Resources (Anonymous Complaint)
 2. FY 2007 Annual Financial Audit
 3. Network Security Controls Assessment

- Audits In Progress
 1. Right of Way Performance Audit
 2. FY 2008 Annual Financial Audit
 3. Board Requested Comprehensive Audit



Completed Audits

Contract Steering, Conflict of Interest, Misuse of State Resources (Anonymous Complaint)

- Performed By: Office of the Inspector General (OIG)
- Completed: January 23, 2008
- Reported Findings: Allegations not substantiated.
- Reported Recommendations: Ten recommendations for improvement were offered in the report, including:
 1. Create a policy for post-GDOT employment with contractors.
 2. Increase frequency of internal audits agency-wide.
 3. Improve procurement policies and procedures.
 4. Provide ethics training to employees.
- GDOT is implementing the recommendations made in the report.



Completed Audits

FY 2007 Annual Financial Audit

- Performed By: Dept. of Audits & Accounts (State Auditor)
- Completed: February 11, 2008
- Reported Findings:
 1. Cash receipts and disbursements that cleared the bank in June 2007 were not posted to the general ledger until August 2007.
 2. Subsidiary capital asset inventory records for land were not maintained.
- GDOT concurred with all findings and is implementing the recommendations made in the report.



Completed Audits

Network Security Controls Assessment

- Performed By: Dept. of Audits & Accounts (State Auditor)
- Completed: April 2, 2008
- Reported Findings:
 1. Inadequate Input Validation
 2. Inadequate Configuration Management
 3. Inadequate Life Cycle Support
 4. Inadequate Patching and Flaw Remediation
 5. Inadequate Error Handling
 6. Inadequate Transmission of Confidentiality Controls
 7. Information File Remnants
- GDOT concurred with all findings and has implemented the recommendations made in the report.



Audits In Progress

Right of Way Performance Audit

- Audit Agency: Dept. of Audits & Accounts (State Auditor)
- Scope: Review of R/W pre-acquisition and land management procedures and review of impact of condemnation on acquisition costs.
- Start Date: January 2008
- No. of Auditors: 5
- Current Status: Fieldwork Phase
- Information Provided: Overview of R/W pre-acquisition and land management process, R/W Procedures Manual, Copy of TPro Database and TPro Demonstration/Training
- Expected Completion Date: August 2008



Audits In Progress

FY 2008 Annual Financial Audit

- Audit Agency: Dept. of Audits & Accounts (State Auditor)
- Scope: Review of internal financial activity and “signed” contracts with outside vendors. Testing to include compliance with the Appropriations Act, budget basis financial statements, and infrastructure related account balances.
- Start Date: March 2008
- No. of Auditors: 3
- Current Status: Initial Risk Assessment Phase
- Information Provided: Board Member List, Organizational Chart as of 3/6/08, Travel Expense Reports and Contract File.
- Expected Completion Date: December 1, 2008



Audits In Progress

Board Requested Comprehensive Audit

- Audit Agency: Dept. of Audits & Accounts (State Auditor)
- Scope: Pursuant to OCGA 50-6-4, review of GDOT's pre-contractual commitments (pre-encumbrance) and evaluation of sufficiency of GDOT's internal management systems and business process to provide reliable project level information.
- Start Date: March 2008
- No. of Auditors: 8
- Current Status: Preliminary Phase
- Information Provided: Copy of TPro Database and TPro Demonstration/Training
- Expected Completion Date: June 30, 2008 (subject to change)



Questions and Answers

