

County of San Bernardino

Auditor-Controller/Treasurer/Tax Collector
Internal Audits Section

Public Works - Transportation: Cash Funds Follow-up Audit



Larry Walker

Auditor-Controller/Treasurer/Tax Collector

222 West Hospitality Lane
San Bernardino, CA 92415-0018
(909) 386-8821

Website: www.sbcounty.gov/atc

Fraud, Waste & Abuse Hotline: (800) 547-9540

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Audit Team

Denise Mejico
Chief Deputy Auditor

Mary Barber, CPA
Internal Audits Manager

Menaka Burkitt
Supervising Internal Auditor III

Carmel Manela
Internal Auditor III

Lena Crowley, CPA
Internal Auditor II

AUDITOR-CONTROLLER/ TREASURER/TAX COLLECTOR



COUNTY OF SAN BERNARDINO

LARRY WALKER
Auditor-Controller/
Treasurer/Tax Collector

- 222 West Hospitality Lane, Fourth Floor
San Bernardino, CA 92415-0018 • (909) 387-8322 • Fax (909) 386-8830
- 172 West Third Street, First Floor
San Bernardino, CA 92415-0360 • (909) 387-8308 • Fax (909) 387-6716

September 21, 2015

Gerry Newcombe, Director of Public Works

Transportation Division
825 East Third Street
San Bernardino, CA 92415

SUBJECT: FOLLOW-UP AUDIT OF TRANSPORTATION CASH FUNDS

In compliance with Article V, Section 6, of the San Bernardino County Charter and County Policy 05-20 entitled Internal Operational Auditing, we have completed a follow-up audit of the Transportation Division. The objective of the audit was to determine if the recommendation for the finding reported in the September 3, 2014 audit of Transportation cash handling controls has been implemented. We conducted our audit in accordance with the International Standards for the Professional Practice of Internal Auditing established by the Institute of Internal Auditors.

We have provided a status of the audit finding identified in the original audit report issued on September 3, 2014. The Division has implemented the recommendation from the original audit report.

We would like to express our appreciation to the personnel at the Transportation Division who assisted and cooperated with us during this engagement.

Respectfully submitted,

Larry Walker

Auditor-Controller/Treasurer/Tax Collector
San Bernardino County

By:



Denise Mejico

Chief Deputy Auditor

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Public Works - Transportation: Cash Funds Follow-up Audit

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Scope and Objective

Our audit examined the cash deposit records for the audit period of January 2015 through July 2015.

The objective of this follow-up audit was to determine whether the Transportation Division implemented the recommendation contained in the prior audit report, *Cash Funds Audit*, issued on September 3, 2014.



Prior Finding 1: Deposit procedures could be improved.

The Internal Controls and Cash Manual (ICCM) Chapter 9- Bank Accounts states that supervisors must verify that deposits are intact.

During our review of 123 statistically selected deposits, three deposits in our sample did not have evidence of supervisory review on the deposit slip.

Inaccurate or untimely deposits may occur if there is no supervisory review of the Division's deposits.

Recommendation:

We recommend documented reviews over the deposits be conducted to ensure accuracy and timeliness.

Current Status: Implemented.

The Division documented reviews over the deposits during the audit period.