



Audit of Engineering and Flood Control

JANUARY 31, 2023



Audit of Engineering and Flood Control

Scope and Objectives

The audit objectives were to examine business processes, established controls, and financial transactions at the Engineering and Flood Control Division to provide reasonable assurance that:

- Cash receipts and receivables were recorded and reported accurately and completely, and free from significant error.
- Processes and procedures are in place to ensure that cash receipts and receivables are handled in accordance with all applicable policies and standards.
- Management provides adequate fiscal oversight to ensure that funds are properly safeguarded against fraud, waste, or abuse.

Findings

1. Late Payments and Overdue Accounts Receivable Balances
2. AR Reconciliations not consistently prepared and reviewed
3. Master Balance Sheets not consistently reviewed in a timely manner

Contracts

It should be noted that the contracts for Engineering and Flood Control had terms for penalties and interest for late payments, but were not enforced.