

PART II, FINDING RELATING TO THE FINANCIAL STATEMENTS

The finding and recommendation as a result of our examination are presented below. We have reviewed this finding and recommendation with management to provide an opportunity for their response. Officials offered an oral response to the finding and recommendation; however, this oral response has not been included in this report.

OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

FINDING 02.01 **THE OFFICE DID NOT IMPLEMENT APPLICATION CONTROLS AVAILABLE WITH THE GENERAL LEDGER SOFTWARE**
(Internal Control – Reportable Condition Under Government Auditing Standards)

The office did not implement controls within the general ledger software application that require users to close previous accounting periods. If accounting periods are not closed, employees could inappropriately post transactions to previous accounting periods.

RECOMMENDATION

Management should implement software controls that require users to close an accounting period within 60 days following its completion.