



**Committee of the Whole**  
**July 11, 2022**  
**Board of Education Meeting**



**DeKalb County**  
School District



# FY 2021 AUDIT

# FY 2021 Audit Timeline Improvements

Audit Activity	FY 2021	FY 2020
Year End Close Complete	September 10-12, 2021	September 25-27, 2020
Audit Field Work Began	Financial and Federal – November, 2021	Financial – January, 2021 Federal – November, 2020
DOAA Audit Report Published	March 31, 2021	April 28, 2021
DOAA Single Audit Report Published	May 27, 2022	June 3, 2021

# FY 2021 Audit Results Improvements

- FY 2021 audit opinion is unmodified (clean audit opinion).
- Two previously reported findings were resolved and cleared.
  - Controls over Financial Reporting (Material Weakness)
  - Special Education – Improve Controls over Procurement (Significant Deficiency)
- One previously reported finding was partially resolved.
  - School Nutrition – Improve Controls over Equipment (Significant Deficiency)
- No Material Weakness findings were reported in FY 2021.
- Audit misstatements were less in number and dollar value amount.
- Audit team noted significant improvements throughout audit.
- Supporting documentation was more organized and properly maintained.

# FY 2021 Audit Deficiencies

- **Four Significant Deficiency Findings:**

1. Strengthen oversight of the Information System Conversion
2. Strengthen Information Technology general controls
3. Strengthen controls over Employee Compensation
4. ESSER – Strengthen controls over expenditures

- **Four Management Letter Comments:**

1. IT Disaster Recovery/Business Continuity planning
2. Ledger maintenance
3. Controls over Capital Assets
4. Cash maintenance

# Senate Bill 68 Risk Designation

- Senate Bill 68 Risk Designation – Moderate Risk.
- Georgia Department of Education (GDOE) has sent notification and the District will have 120 days from receipt of audit report (May 27, 2022) to develop a detailed corrective action plan.
- Corrective action plan must address the four FY 2021 significant deficiency findings and the FY 2020 partially resolved finding.
- This plan must be agreed upon by all Board members and include their signatures.
- Moderate Risk designation requires Superintendent and Board members to attend additional training provided by the State.

# NEXT STEPS

- DCSD will draft corrective action plans for the noted deficiencies to be adopted at the August 2022 board meeting.
- The plans will be developed with the ERP implementation team, DIIT, HR, Federal Programs, and School Nutrition Services.
- Finance will coordinate response development and prepare the resolution using the sample provided by the Department of Audits and Accounts (DOAA).
- Once adopted, each board member will be required to sign the resolution.
- Finance will coordinate delivery of the required training for the Board members and Superintendent. DOAA has indicated that the training requires 30-60 minutes.



# QUESTIONS