



# FY22 Corrective Action Plan Update



## I SUMMARY OF AUDITOR'S RESULTS

### Financial Statements

Type of auditor's report issued: Governmental Activities and Each Major Fund	Unmodified
Internal control over financial reporting:	
▪ Material weakness(es) identified?	No
▪ Significant deficiency(ies) identified?	Yes
Noncompliance material to financial statements noted:	No

### Federal Awards

Internal Control over major programs:	
▪ Material weakness(es) identified?	No
▪ Significant deficiency(ies) identified?	Yes

Type of auditor's report issued on compliance for major programs:	
All major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	Yes

#### Identification of major programs:

<u>Assistance Listing Number</u>	<u>Assistance Listing Program or Cluster Title</u>
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84.367	Supporting Effective Instruction
84.425	Education Stabilization Fund

Dollar threshold used to distinguish between Type A and Type B programs:	\$3,000,000.00
Auditee qualified as low-risk auditee?	No

# Findings (pg 85)

## Financial Statement Findings

- Pg. 85 (Section IV pg. 2) FS2022-0001  
*Strengthen Oversight of the Information System Conversion*
- Pg. 86 (Section IV pg. 3) FS2022-0002  
*Strengthen Information Technology General Controls*
- Pg. 87 (Section IV pg. 4) FS2022-0003  
*Internal Control Procedures*
- Pg. 90 (Section IV pg. 7) FS2022-0004  
*Strengthen Controls over Employee Compensation*

## Federal Award Findings

- Pg. 93 (Section IV pg. 2) FA2022-0001  
*Improve Budgetary Controls over Expenditures*
- Pg. 95 (Section IV pg. 2) FA2022-0002  
*Improve Controls over Indirect Costs*
- Pg. 98 (Section IV pg. 2) FA2022-0003  
*Equipment and Real Property Management*

# SB-68 – DOAA to Provide Designation

A BILL TO BE ENTITLED  
AN ACT

1 To amend Title 20 of the Official Code of Georgia Annotated, relating to education, so as to  
2 strengthen provisions relating to the financial management of local school systems; to  
3 provide for training for local board of education members and local school superintendents  
4 on financial management; to provide for monthly reporting to the local board of education  
5 on the financial stability of the local school system; to provide for designation by the  
6 Department of Audits and Accounts of high-risk local school systems and moderate-risk  
7 local school systems based on annual audits; to provide for financial management provisions

# Corrective Action Plan Timeline

- June 29<sup>th</sup>, 2023 – Exit Conference Held with DOAA
    - Audit Committee Letter
  - July 19<sup>th</sup>, 2023 – Clearance Letter – SB 68 from GaDOE
    - Details findings, designates DCSD as “Moderate Risk”
    - Questioned costs for FA2022-001, FA2022-002, and FA2022-03 “Pending”
    - Specifies a Corrective Action Plan to be submitted within 120 Days of Audit Committee Letter
  - September 19, 2023– Clearance Letter – Pending Now Resolved
    - FA2022-001, FA2022-002, and FA2022-03 - “The submitted corrective action plans were acceptable. The finding is closed.”
    - The “submitted corrective action plan” was informal and not to be confused with the Corrective Action Plan related to SB 68, “Pending”
  - October 16<sup>th</sup>, 2023 – DCSD Corrective Action Plan
    - Approved and signed by 5 members of the BOE and transmitted to GaDOE
    - Submitted before October 27<sup>th</sup> deadline.
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- February 28th - GaDOE Interim Cross Functional Monitoring (Chris Toles, Jasmine Williams)
    - ERP progress – sufficient, demonstrated significant progress
    - December financial report – sufficient, met SB-68 reporting requirements
    - Bank reconciliations - timely, like to see reconciling items cleaned up quicker

# Corrective Action Plan Update

- Refer to “SB 68 Corrective Action Plan FY 2022 (March 7th Audit Committee)”