

OHIO AUDITOR OF STATE
KEITH FABER



Common Audit Comments

Efficient • Effective • Transparent

Agenda

Types of Audit Comments Common Audit Comments



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Terminology

GAGAS

- General Accepted Government Auditing Standards
- Aka: The Yellow Book
- Comments affecting the financial statements

Single Audit

- The Single Audit Act of 1984 (amended) – applicable to entities expending \$750,000 or more of federal dollars annually
- Comments affecting federal programs

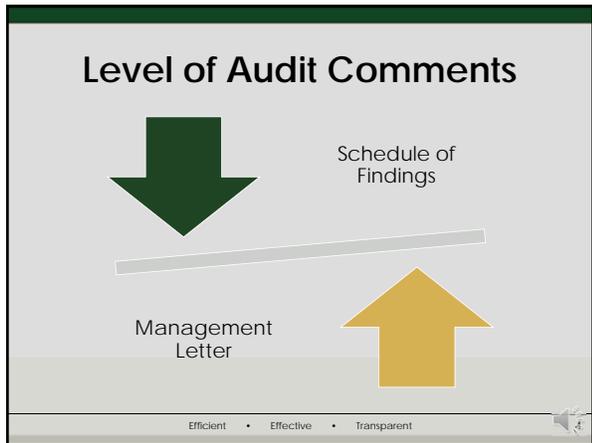
Noncompliance

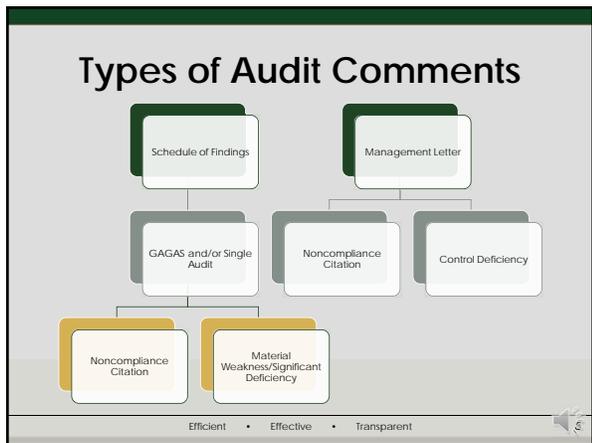
- Citation of a violation of code, regulation, or guidance requirement

Recommendation

- Internal control deficiency

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Ohio Rev. Code 117.38 and 1724.05



Each Public Office, other than a state agency, shall file an annual financial report:

- GAAP Entities – due 150 days after fiscal year end
- Community Improvement Corporations – due 120 days after fiscal year end
- Regulatory, Modified Cash, OCBOA Entities – due 60 days after fiscal year end

Filing must be submitted through the HINKLE Reporting link provided by AOS.

Filings must contain: Financial Statements, Notes to the Financial Statements, and other Required Supplementary Information

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Ohio Rev. Code 5705.10

- **Ohio Rev. Code § 5705.10(I)** provides that money paid into any fund shall be used for the purpose for which it was established. A fund with a negative fund balance signifies that monies from other funds were used to meet their obligations.



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Ohio Rev. Code 5705.36; 5705.39; 5704.41(B); 5705.41(D)

Ohio Rev. Code 5705.36

- Certification of Available Revenue

Ohio Rev. Code 5705.39

- Appropriations limited by Estimated Revenue

Ohio Rev. Code 5705.41(B) and (D)

- (B) – Expenditures must be appropriated
- (D) – Expenditures must be encumbered

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2 Code of Federal Regulations 200.510(b)



- Schedule of Expenditures of Federal Awards (SEFA)
 - List individual federal programs by agency, for Cluster Programs, provide the Cluster name and individual programs, if applicable
 - Monies received as a subrecipient, list pass through agency and number
 - Total Federal dollars expended, totaled by Program Cluster if applicable
 - Total amount provided to subrecipients

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Audit Adjustment/Reclassification/ Financial Statement Errors

Adjustment

- Amounts posted to the wrong fund

Reclassification

- Amounts posted to the wrong line item

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Policy Deficiencies

Documented in
Written Form and
approved by
Governing Authority

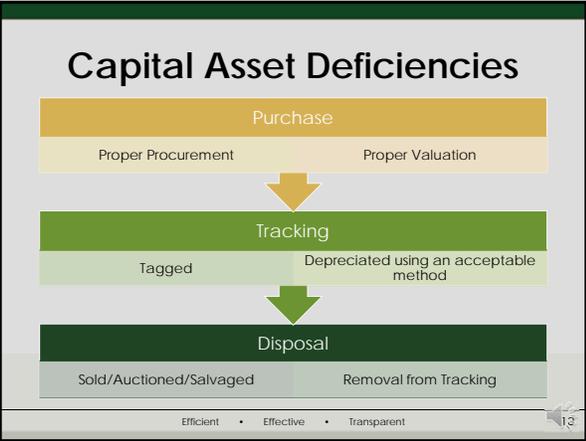
Sufficiently Detailed

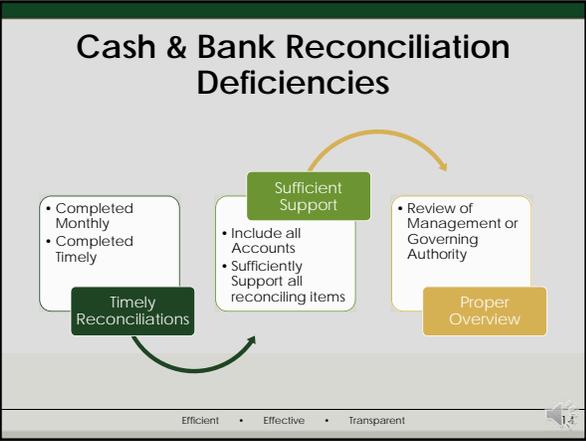
Enforced

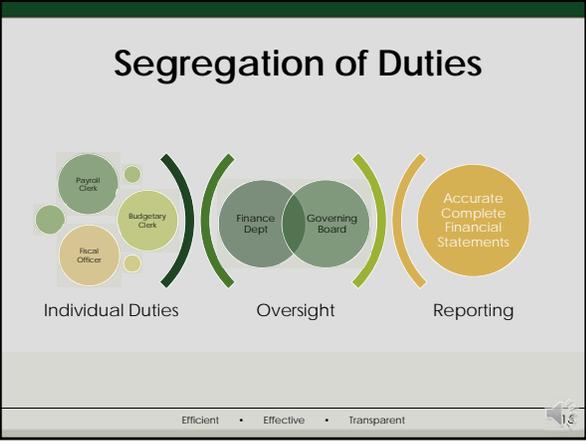
Understood by
Employees and
Management

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