

**State of Connecticut
Auditors of Public Accounts
Findings Fiscal Years Ended June 30, 2019 and 2020**

Finding 1 – Page 7

This finding here is based on the activity in the general ledger. There were many entries misclassified and reclassified. With the Foundation, there is not a lot of activity in the accounting application. The problem was that the transactions there had been coded incorrectly and then reclassified many times.

Resolution: Transactions are going between the Foundation and SERC properly. The coding is verified by fiscal before being entered and posted.

Finding 2 -Page 8

The finding related to the 1 evaluation completed and signed was a direct result of the pandemic. The evaluation was in the Supervisor's office and never sent to HR.

Resolution: The Agency has implemented Adobe Sign. In addition to Adobe Sign, HR has provided Supervisors with a schedule. Important deadlines related to evaluations have been added to all Supervisor's calendars.

Finding 3 – Page 9

The finding related to the executive director not always signing and approving the credit card statements resulted from a miscommunication. The check requests have four approval signatures. This finding is related to the payment being swept from the SERC general fund, and the Executive Director needing to sign the statement acknowledging the payment.

Resolution: The following log has been implemented to ensure the Executive Director signs the credit card statement.

Credit Card Statement Signature Details for Fiscal Year
2021-2022

Month	Ingrid Signature Date	Date BOA Pulled Payment
July	8/4/2021	8/25/2021
August	9/12/2021	9/27/2021
September	10/12/2021	10/26/2021
October	11/16/2021	11/24/2021
November	12/14/2021	12/27/2021
December	1/13/2022	1/26/2022
January	2/21/2022	No payment due

February	2/21/2022	2/28/2022
March		
April		
May		
June		

Finding 4 – Page 10

This finding was the result of the transition in the Fiscal Department. MOA clearly states that SERC was allowed to carry over funds. The auditors of public accounts were looking for the submission for form ED141 for the fiscal year 2019.

Resolution: The ED141 for the fiscal year 2019 was prepared and submitted shortly after this finding. Fiscal years 2020 and 2021 will be prepared after the audit is complete. The ED141 will be added to the checklist of time-sensitive due dates that are currently being worked on.

Finding 5 – Page 11

This finding is related to the five fiscal policies that the auditors were told as being in draft form. The drafts could not be located.

Resolution: During the last meeting, I presented three of the five policies. Those three policies were approved. I am currently working on the remaining two policies that I hope to present at the next meeting. Those two policies are Accounts Receivable and Revenue Processing and Grant Policies and Procedures.

The Auditor’s Report

- Page 1 – an understanding of internal controls was deemed significant within the audit objectives.
- Page 4 -Other Audit Examinations – the opinion on the financial statements and single audit reported no material weaknesses in internal controls.
- There were no misappropriations – which is a significant audit finding.
- This is not a bad audit report by any means.