



# Report of Audit Finding Follow-up 2021



Internal Audit Division  
April 2021

# Agenda

- Overview and Purpose of Follow-up
- Executive Summary
- Status of Audit Findings
- Findings Closed by Department
- Risk Ratings of Open Findings and Next Steps
- Follow-Up on Baker Tilly's Prior Year Audit Findings

## Overview & Purpose

### Overview

Report includes IA follow-up Activities & Management accomplishments through year ending December 31, 2020.

### Charter 3-16.5

IA is required to submit an annual report of audit activities to the (F&P) Committee regarding “the success or failure of previously-audited departments in implementing the recommendations of their audits.”

### Status

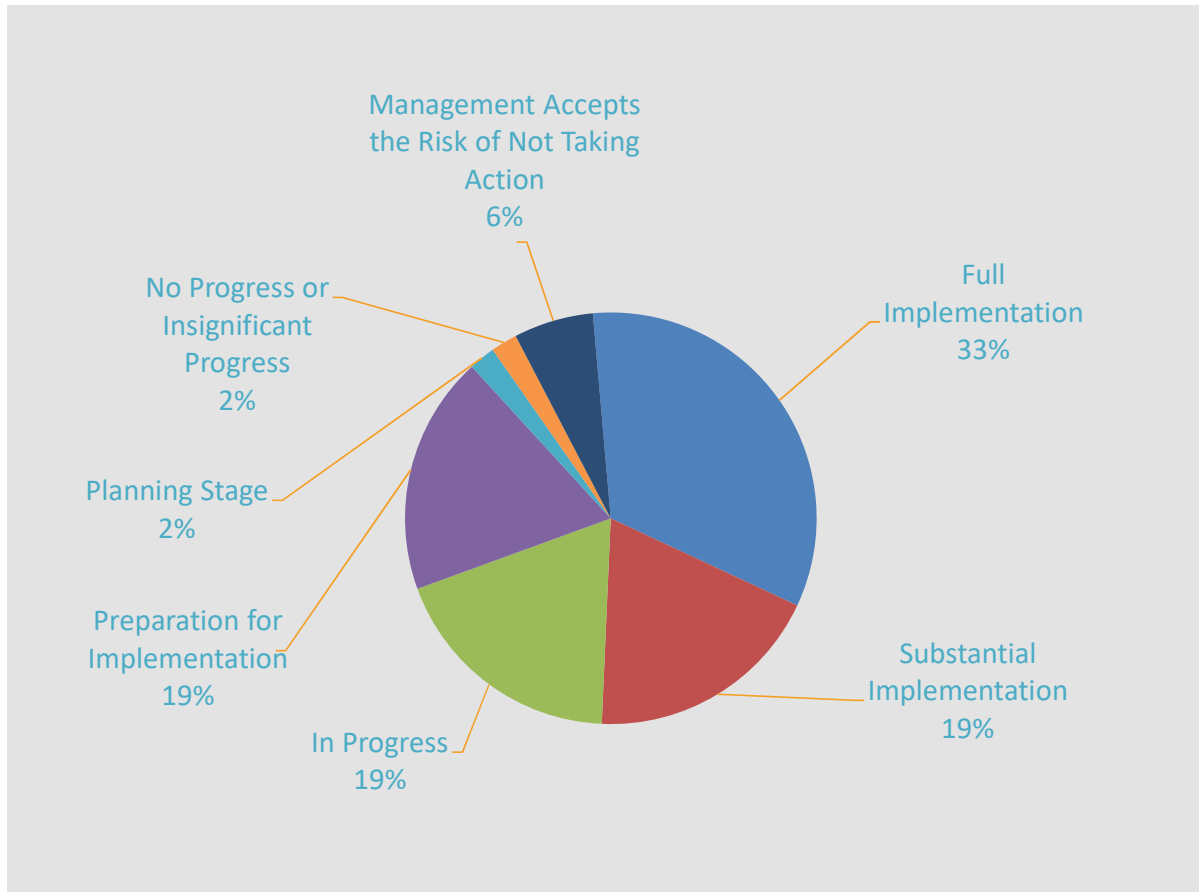
Implementation status is determined via updates and information provided by department management, as well as test procedures performed by IA.

## Executive Summary

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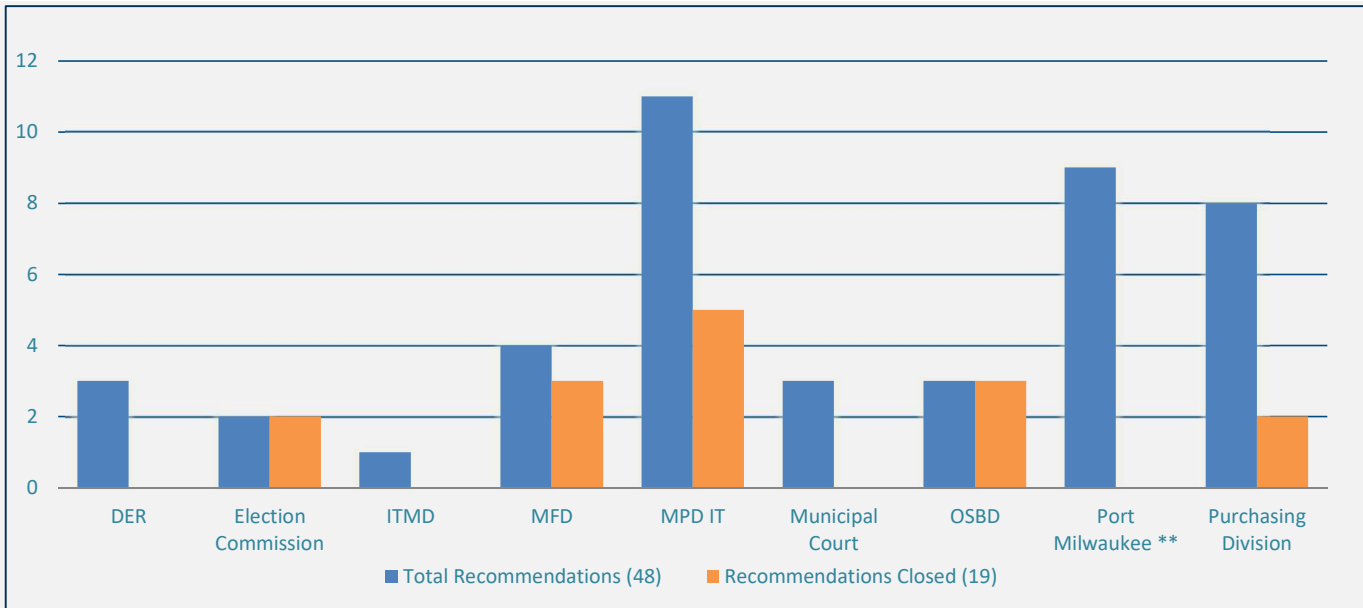
- There were 48 audit recommendations either open from prior years going into 2020 or relating to 2020 audits through October solicitation of remediation status
- 40% of the audit recommendations were closed as of the end of 2020
- Internal Audit will be conducting follow-up procedures to the Audit of MPD Overtime as part of the 2021 Audit Plan (excluded from the figures of this report)
- Public Health Foundation will be conducting follow-up procedures to the MHD Childhood Lead Poisoning Prevention Program as part of the 2021 Audit Plan (excluded from the figures of this report)
- The MWW Corrosion Control Review is a multi-phase review that is ongoing and is, therefore, excluded from the figures of this report
- The DER Hiring Process Review was a best practice review and is excluded from the figures of this report
- Baker Tilly's external audit follow-up concluded six findings were fully remediated and management accepted the risk of one finding

## • Status of Audit Findings. •



- 52% Audit Findings were either Fully Implemented or Substantially Implemented
- 38% Audit Findings are still in the Progress or Preparing for Implementation stages

# Findings Closed by Department



## **Risk Rating of Open Findings and Next Steps**

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- Of the 29 open findings, 14 are high risk, 10 are medium risk, and 5 are low risk
- All 14 high risk open findings have plans for remediation by the end of 2021
- Internal Audit will follow up on open findings both mid-year and at year end in 2021

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## **Follow Up of Baker Tilly Prior Year Audit Findings**

- Baker Tilly identified seven findings in its prior year audit of the City of Milwaukee
- Six of the seven Baker Tilly audit findings were remediated in 2020
- Water Works and Treasury accepted the risk on one finding



# Thank You



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