



McCONNELL & JONES LLP
CERTIFIED PUBLIC ACCOUNTANTS

INTERNAL AUDIT SERVICES



INTERNAL AUDIT REPORTS

JUNE 11, 2020



Internal Audit Activities

Internal Audit Services' activities during this period (March 1, 2020 through May 30, 2020) include:

- Completed fieldwork on the CBOD Implementation of HB 914 requirements audit.
- Worked with Charitable Bingo Operations Division Organization on their leadership and operations transition.
- Resumed the CBOD Enforcement processes audit.
- Began planning the agency's Records Retention audit.

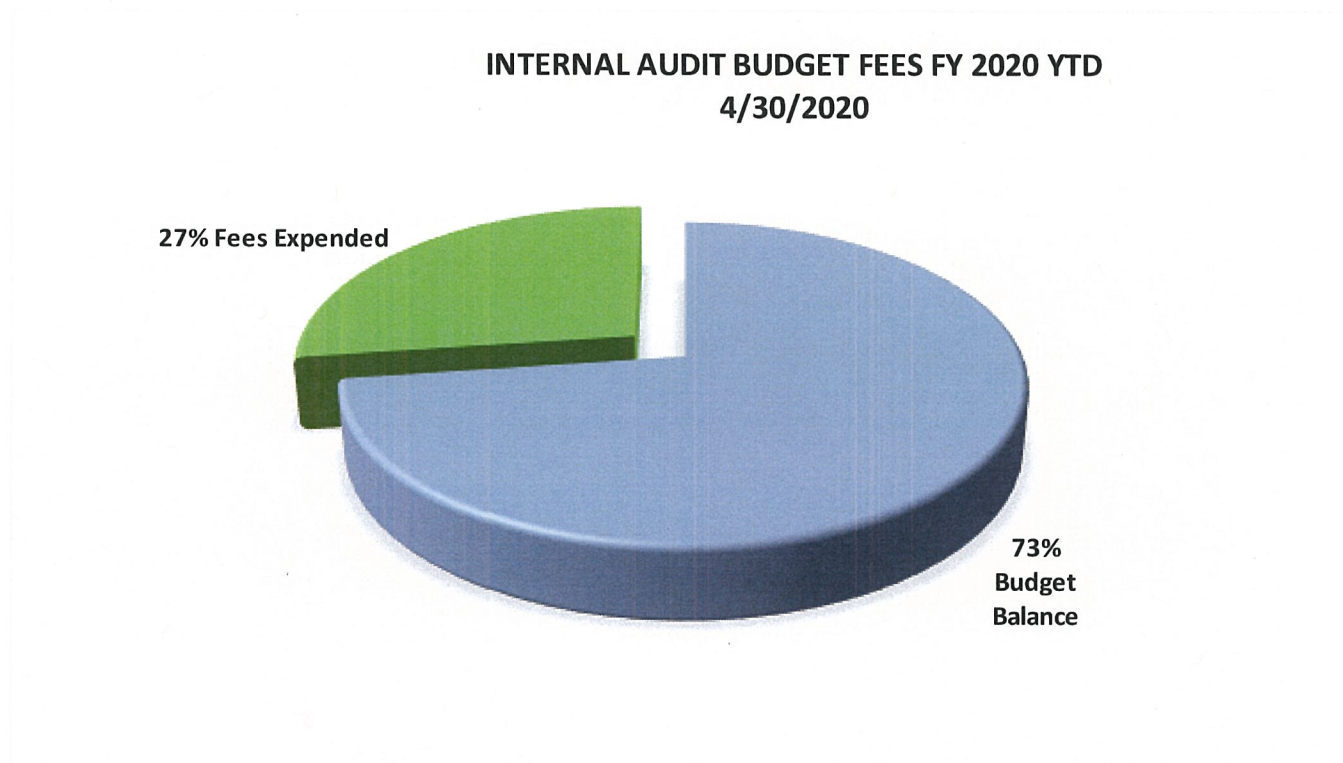
**FY 2020
Annual
Internal
Audit
Plan
Status
May 30,
2020**

ACTIVITY #	AUDIT	PLANNING	FIELDWORK	DRAFT REPORT	MGMT. COMMENTS	FINAL REPORTS	ISSUED	COMPLETE
1	Background Investigations	●	●					70% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
2	Bingo Enforcement Orders	●	●					10% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
3	CBOD Implementation of HB 914	●	●					70% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
4	Records Retention	●						5% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
5	Agency Travel and Expense	◆						0% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
6	Claim Center and Ticket Validations	◆						0% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
7	Review of TLC Monitoring and Testing of Lottery Vendor Software Changes Activities	◆						0% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
8	TLC Warehouse and Receiving	◆						0% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
9	Ticket Return and Destruction Controls	◆						0% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
10	Information System User Access Monitoring	▲						30% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
11	Follow-Up on Prior Audit Findings	▲						10% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
12	Monitor Fraud/Complaint Hotline	▲						70% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
13	External Audit / Review Assistance	●						5% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
14	Update Risk Assessment & Annual Audit Plan	●						5% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
15	Annual Internal Audit Report	◆						0% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
16	Audit Communications, Committee Meetings, Project Management	▲						70% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>
17	CBOD Organization Review	●	●	●	●	●	●	100% <div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div><div></div></div>

LEGEND: Not Started ◆ In-Progress ● Completed ● Continuous ▲



FY 2020 Internal Audit Budget as of April 30, 2020



MJ is cognizant of the importance of managing the approved hours and budget. As such we are diligent about staying within the estimated hours per audit and activity. There may be instances where audits/activities are over or under estimated hours and we will adjust the audit plan budget accordingly to stay within the total approved budget.



Internal Audit Activities

Anticipated Internal Audit Services' activities next period include:

- Finalize the following audits:
 - CBOD Implementation of HB 914
 - CBOD Enforcement Orders

- Work with Lottery Operations to commence the following audits:
 - Records Retention Program and Processes
 - Claims Center Ticket Validation Processes
 - Responsible Gaming Program
 - TLC Monitoring and Testing of Lottery Vendor Software Changes
 - TLC Warehouse and Receiving