



2021 Proposed Audit Plan

City Council Presentation

June 8, 2020



International Professional Practices Framework, (IIA Audit Standards) requirement for developing the Audit Plan:

- must be consistent with the organization's goals
- must be based on a documented risk assessment
- must be undertaken at least annually
- must consider input of senior management and the board



The 2021 Proposed Audit Plan was developed by considering

- Organizational Strategic Plans
- City Code and governance required reviews
- City Council and leadership interviews
- Risk Assessment Model results



The 2021 Proposed Audit Plan was designed to address the relevant risk areas, while limiting the scope of work to what can realistically be accomplished with staff resources available.



Calculation of Estimated Audit Hours:

2021 Staff:

Interim City Auditor (1)

Administrative Technician (1)

Supervisors and Auditors (10)

Direct Project Hours:

1394 per person for Audit staff (7)

1330 per Audit supervisor (3)

Total 2021 Direct Charge Project Hours: 13,748



Allocation of Audit Services by Audit Entity:

City of Colorado Springs	40.0%; 12 projects
Colorado Springs Utilities	50.2%; 18 projects
Colorado Springs Airport	3.6%; 1 project
Parking Enterprise	2.9%; 1 project
Pikes Peak America's Mountain	2.2%; 1 project
Stormwater Enterprise	1.1%; 1 project

The Risk Assessment model, which creates a numeric value based upon ranking criteria and weighting, is used as the primary tool to assign percentage of audit projects by entity.



City of Colorado Springs

Required Audits per City Code or Governance:

- External Audit Assistance
- Claims Liability and Workers' Compensation
- 2C Maintenance of Effort Compliance
- Annual Follow Up Review
- P-Card Monitoring

Risk Assessment Audits:

- Ballot Issue 2B Compliance
- Colorado Springs Police Department Records and ID
- Coronavirus Aid, Relief, and Economic Security Act Compliance
- Cash and Funds Receipt Internal Control Review
- Americans with Disabilities Act Program Review
- Capital Project Management
- IT Risk Assessment Review



Colorado Springs Utilities

Required Audits per City Code or Governance:

- External Audit Assistance
- Board Instructions 2 & 8 and Board Instruction 4
- SDS Partner Billing
- Annual Follow Up Review
- Rate and ECA/GCA Filing Reviews
- Verification of Stormwater Spending

Risk Assessment Audits:

- IT Risk Assessment Review
- Utilities Technology Roadmap
- Billing System Implementation
- Edge Portfolio Project Monitoring
- Inventories and Warehousing
- Capital Improvement Projects
- Automated Metering Infrastructure
- Bio Gas Public Private Partnership
- 33rd Street Pump Station
- Procurement System Implementation
- Water Regionalization



Enterprise Audits

Airport:

Coronavirus Aid, Relief, and Economic Security Act Compliance

Parking Enterprise:

Parking System Enterprise Internal Control Review

Pikes Peak American's Mountain:

Pikes Peak Summit Complex Construction Monitoring

Stormwater Enterprise:

Verification of Stormwater Spending



2021 Alternate Projects

City of Colorado Springs:

CSPD Grant Sub-Recipient Compliance

Sworn Salary Benchmark Update

Tabor Compliance

Photo Red Performance

Colorado Springs Utilities:

System Improvement Project Monitoring

Large Contract Compliance Review

Outage Management Program

Budgeting and Reporting System and Process Review