

Finance & Audit Committee

First Quarter - Fiscal Year 2019

July 25, 2018



Audit Update

Agenda Items

- FY18 - Internal Audit and Compliance (IAC) Accomplishments
- FY19 - IAC Departmental Continuous Improvement Initiative
- FY19 - Enterprise Risk Management and Audit Planning Process
- Closing Comments / Q&A

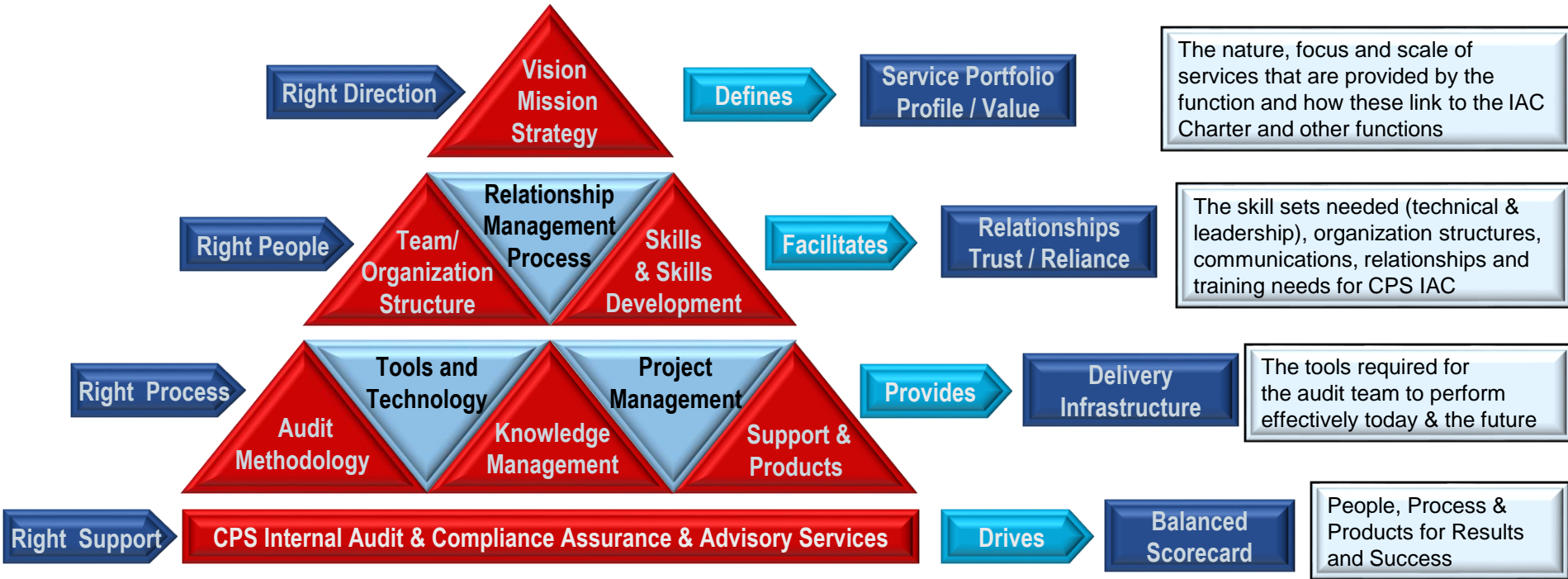


FY18 Accomplishments

- FY18 Audit Plan (Assurance & Advisory)
 - Strong focus on collaboration, value-add recommendations, communications and training to strengthen internal controls, oversight, accountability, transparency and governance across CPS.
 - Performed 107 school audits and 67 English Learners (EL) program reviews. Active CPS Engagement on Remediation & Action Plans. Follow-up on salient process issues across these audits and reviews will be a focus area in FY19.
 - Supported management throughout the fiscal year on special requests in coordination with HR & Law.
 - Reinforced management oversight to monitor Alternative Learning Opportunities Program (ALOP) attendance, which has led to a decrease in cost to program.
- Continuous Improvement & Partnership Initiatives
 - Kick-off of school data analytics dashboard which analyzes full populations across all schools and identifies exceptions and unique outliers. Processes tested include cash receipts, cash disbursements, procurement, grade changes, and enrollment. FY19 will continue to develop this initiative to enhance real-time insights, effectiveness and efficiency of audit resources.
 - Collaborated with department heads to provide additional training. Provided Principal training at the 2018 Law Conference related to common themes on school audits with a focus on Internal Accounts, Payroll, and Fixed Assets.

FY18 Audit Plan Substantially Completed

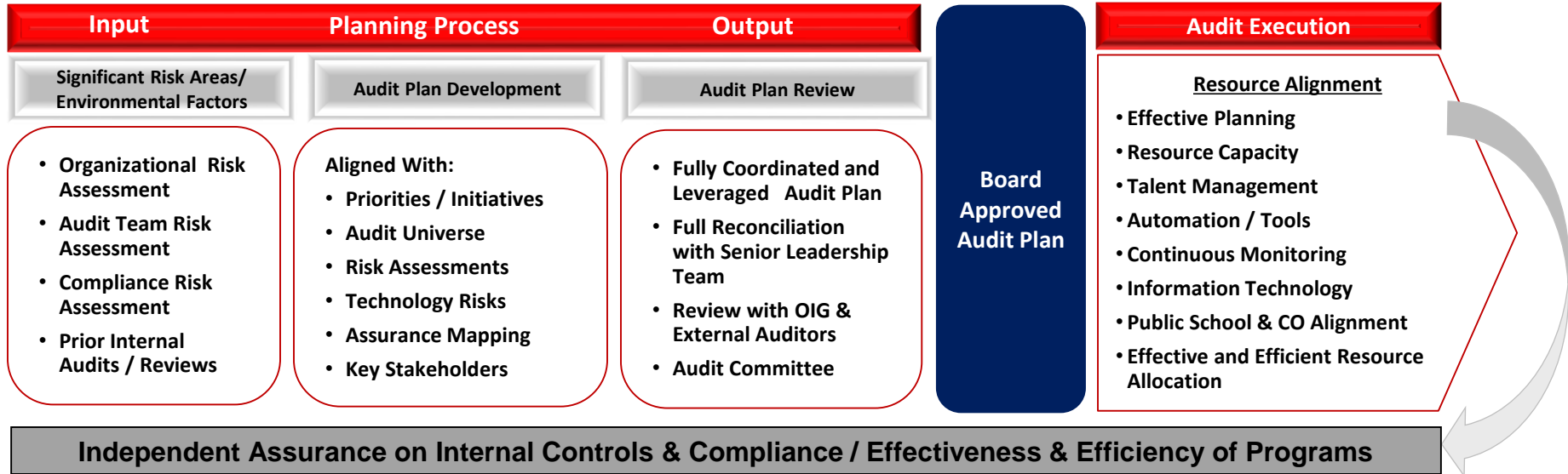
FY19 IAC Continuous Improvement Initiative



FY19 Enabling Best-in-Class Practices to Drive Value

FY19 Internal Audit Plan Process

- Our Audit Planning process begins with an Enterprise Risks, incorporates significant senior management feedback, other key stakeholders, control environment assessments and emerging issues.
- We will align and prioritize with key risks and consider key internal and external risk factors. Assurance Mapping will be performed and functional responsibilities and skill sets will be aligned to key focus areas.



Process is Comprehensive & Designed to Focus on Salient Risks

