



## Texas Facilities Commission Office of Internal Audit FY24 Annual Audit Plan

Approved July 20, 2023

### Projects for the period 9/1/2023-8/31/2024

#### **Why do we develop an Annual Audit Plan?**

Texas Government Code, Sec. 2102.005: A state agency shall conduct a program of internal auditing that includes an annual audit plan that is prepared using risk assessment techniques and that identifies the individual audits to be conducted during the year and periodic audits of the agency's major systems and controls, including: accounting systems and controls; administrative systems and controls; and electronic data processing systems and controls.

#### **Why do we obtain approval from the Commission for the Annual Audit Plan?**

Texas Government Code, Sec. 2102.008 states that the annual audit plan developed by the internal auditor must be approved by the state agency's governing board or by the administrator of a state agency if the state agency does not have a governing board.

#### **How is the Annual Audit Plan distributed?**

Within 30 days after approval, Texas Government Code, Sec. 2102.015 requires state agencies to post approved audit plans on the agency's public website.

#### **Are any audit services contracted externally?**

Yes. Internal Audit has received a Delegation of Authority for Construction Audit Services to have expenses reviewed. Reports are provided to the Commission and the State Auditor's Office.

- A. Construction Audit Services – Review select construction transactions for compliance.
- B. Audit of Charge Cards – Determine if commercial charge cards and transactions comply with the Texas Comptroller requirements.
- C. Contract Management Audit – Determine if select contracts comply with the State of Texas Procurement and Contract Management Guide.
- D. TAC §202 Audit - Evaluate TFC's compliance with Tex. Administrative Code Information Security Standards.
- E. CAPPs Conversion – Determine if CAPPs controls are designed and implemented for high-risk processes.
- F. Border Wall Program – Conduct a risks and controls assessment.
- G. Quarterly Reporting of Prior Audit Findings – Obtain TFC Directors' self-reported implementation of prior audit findings and report status to the Commission.
- H. External Quality Assurance and Improvement Program (QAIP) Assessment – Independent evaluation of Internal Audit's conformance with Auditing Standards.
- I. Complaints, Hot Line Calls, and Investigations – As required by the Texas Internal Auditing Act.
- J. Consulting Engagements and Non-Audit Services – As requested by management to address governance, risk management, and control processes.
- K. Liaison Activities – Respond to external requests for information or action and perform tasks as required.
- L. Risk Assessment – As required by the Texas Internal Auditing Act, provide an annual risk assessment to the Commission.