

REPORT SUMMARY

Governor’s Office

This report contains the results of our financial-compliance audit of the Office of the Governor and Lieutenant Governor (office) for the two fiscal years ended June 30, 2008. We issued an unqualified opinion on the fiscal year 2007-08 financial schedules, a qualified opinion on the fiscal year 2006-07 Schedule of Revenues & Transfers-In, and an unqualified opinion on the other fiscal year 2006-07 financial schedules contained in this report. The reader should use caution in relying on the information presented in the fiscal year 2006-07 Schedule of Revenues & Transfers-In, as well as the supporting data on the state’s accounting system. The reader can rely on the information presented in the fiscal year 2007-08 financial schedules and in the fiscal year 2006-07 Schedule of Changes in Fund Balance and Schedule of Expenditures & Transfers-Out, as well as, the supporting data on the state’s accounting system.

This report contains four recommendations to the office related to compliance with state law and state accounting policy. The prior report for the two fiscal years ended June 30, 2006, contained three recommendations to the office. The office implemented two and partially implemented one.

This report also contains disclosure issues related to goods and services provided by other state agencies for benefit of the Governor’s Office and the Interagency Committee for Change by Women.

The listing below serves as a means of summarizing the recommendations contained in the report, the office’s response thereto, and a reference to the supporting comments.

Recommendation #1

We recommend the office comply with state law related to forfeiture of vacation leave. 5
Office Response: Concur B-3

Recommendation #2

We recommend the office comply with administrative rule related to compensatory leave used to extend termination dates..... 6
Office Response: Concur..... B-3

Recommendation #3

We recommend the office:

- A. Establish internal control procedures to prevent or detect misstatements related to proper account coding.

B. Complete its implementation of internal control procedures by monitoring and testing its internal controls. 8

Office Response: Concur..... B-3

Recommendation #4

We recommend the office work with the Department of Administration when paying foreign travel to ensure they comply with state law and policy. 9

Office Response: Concur..... B-4