# FINAL CLOSE-OUT FIRST FOLLOW-UP AUDIT:

PERFORMANCE MEASURE VALIDATION AUDIT OF INTEGRATED WASTE MANAGEMENT 2005-2006 PERFORMANCE INDICATORS Original Audit No. 2754

> We have completed a First and Final Close-Out Follow-Up Audit of the Performance Measure Validation Audit of Integrated Waste Management 2005-2006 Performance Result included in their 2008-2009 Business Plan Update.

> We are pleased to report that satisfactory corrective action has taken place for the one (1) audit recommendation. As such, this report represents the final close-out of the original audit.

> > AUDIT NO: 2815-C REPORT DATE: MAY 12, 2009

County Internal Auditor: Dr. Peter Hughes, Ph.D., MBA, CPA Deputy Director: Eli Littner, CPA, CIA Senior Audit Manager: Alan Marcum, MBA, CPA Senior Internal Auditor: Susan Nestor, CPA, CIA



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# **Providing Facts and Perspectives Countywide**

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OC Fraud Hotline (714) 834-3608

# Letter from Dr. Peter Hughes, CPA





# **Transmittal Letter**

Audit No. 2815-C May 12, 2009

- TO: Mike Giancola, Director OC Waste & Recycling
- **FROM:** Dr. Peter Hughes, CPA County Internal Auditor

SUBJECT: First and Final Close-Out Follow-Up Audit: Performance Measure Validation Audit of Integrated Waste Management 2005-2006 Performance Indicators (Original Audit No. 2754)

We have completed a First and Final Close-Out Follow-Up Audit of the Performance Measure Validation Audit of Integrated Waste Management 2005-2006 Performance Indicators included in the 2008-2009 Business Plan Update. Our audit was limited to reviewing the actions taken to implement the one (1) recommendation in our original audit report dated April 11, 2008.

The results of our Follow-Up Audit are discussed in the OC Internal Auditor's **Executive Report** following this transmittal letter. Because satisfactory corrective action has been taken for the one (1) audit recommendation, this report represents the close-out of the original audit.

Each month I submit an **Audit Status Report** to the Board of Supervisors where I detail any material and significant audit findings in reports during the prior month and the implementation status of audit recommendations as disclosed by our Follow-Up Audits. Accordingly, the results of this audit will be included in a future status report to the BOS.

### ATTACHMENTS

Other recipients of this report listed on the OC Internal Auditor's Executive Report on page 2.

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### Audit No. 2815-C

May 12, 2009

- TO: Mike Giancola, Director OC Waste & Recycling
- FROM:

Jugkes Dr. Peter Hughes, CPA County Internal Auditor

SUBJECT: First and Final Close-Out Follow-Up Audit: Performance Measure Validation Audit of Integrated Waste Management 2005-2006 Performance Indicators (Original Audit No. 2754)

### Scope of Review

We have completed a First Follow-Up Audit of Performance Measure Validation Audit of Integrated Waste Management 2005-2006 Performance Indicators included in the OC Waste & Recycling 2008-2009 Business Plan Update. On March 18, 2008 by resolution of the Board of Supervisors, the name for Integrated Waste Management was changed to OC Waste & Recycling. Our audit was limited to reviewing actions taken to implement the one (1) recommendation made in our original audit report, dated April 11, 2008, regarding properly stated reporting results.

### Results

The original audit report contained one (1) recommendation (noted below). Our Follow-up Audit indicated that OC Waste & Recycling took satisfactory corrective action to fully implement the one (1) recommendation. As such, this report represents the final close-out of the original audit.

### Recommendation No. 1:

We recommend OC Waste & Recycling for future Business Plans ensure that reported results are properly stated.

<u>Current Status</u>: **Implemented.** In our review of OC Waste and Recycling 2009 Business Plan Update Plan, we noted that the 2008-09 Business Plan Results reported for the measure related to Recommendation No. 1 (Number of habitat acres currently under restoration/mitigation) was properly stated.

We appreciate the cooperation and assistance extended to us by the personnel of OC Waste & Recycling during our Follow-Up Audit. If you have any questions, please contact me directly or Eli Littner, Deputy Director at (714) 834-5899 or Alan Marcum, Senior Audit Manager at (714) 834-4119.

# **OC Internal Auditor's Executive Report**

Distribution Pursuant to Audit Oversight Committee Procedure No. 1:

Members, Board of Supervisors Members, Audit Oversight Committee Thomas G. Mauk, County Executive Officer Alisa Drakodaidis, Deputy CEO, OC Infrastructure Ronald Pierre, Deputy Director, OC Waste & Recycling Business Services Foreperson, Grand Jury Darlene J. Bloom, Clerk of the Board of Supervisors