

**FLORIDA DEPARTMENT OF TRANSPORTATION
OFFICE OF INSPECTOR GENERAL
EXTERNAL AUDIT FINDING 6-MONTH CORRECTIVE ACTION UPDATE**

Finding Number: AM 2019-02
Finding Title: Additional Matter: Property Disposition Gain (Loss) and Capital Contributions
Issuing Agency: Auditor General
Report Date: March 2020
Report Number: 2020-170
Report Title: State of Florida Compliance and Internal Controls Over Financial Reporting and Federal Awards

Finding:

The FDOT overstated Property disposition gain (loss) and Capital contributions amounts.

Recommendation:

We recommend that FDOT management enhance review procedures to ensure that entries to record capital assets are appropriate and to promote the timely detection and correction of financial statement reporting errors.

Initial State Agency Response:

The Department concurs with the finding. Upon discovery of the issue, the Department has completed training for the Property Accountants on the proper accounting entries for transfers between proprietary and governmental funds. In addition, we have updated our year-end processes to include a management review of such entries to ensure accurate financial reporting. (Estimated completion date: 7/31/2020).

Updated Response:

Corrective actions are complete. Training was held with Property Accountants on January 13, 2020 and year-end processes were updated for additional monitoring during year-end procedures. This year's review of entries took place on August 7, 2020.