

## Implementation Status Summary of Fiscal 2021 Audit Recommendations

Audit Report Number and Title	Recommendation	Management Response	Progress Towards Implementation
<b>2020-107</b> _Audit of Agency Governance Processes	Three recommendations regarding agency wide processes and programs were provided.	Management agreed with the recommendations and will develop measures to address the recommendations.	Management fully implemented one of the three audit recommendations. Internal Audit will conduct follow-up on the remaining recommendations in accordance with auditing standards.
<b>2020-108</b> _Audit of the Agency Procurement Process	One recommendation regarding the procurement verifications and procedures was provided.	Management agreed with the recommendation and developed measures to address the recommendation.	Internal Audit will conduct follow-up on the recommendation in accordance with auditing standards.
<b>2021-101</b> _Audit of Managing Electronic File Transfers	One recommendation regarding continuity of operations training was provided.	Management agreed with the recommendation and developed measures to address the recommendation.	Internal Audit will conduct follow-up on the recommendation in accordance with auditing standards.
<b>2021-102</b> _Audit of Administration of the Statewide Historically Underutilized Business Program	Seven recommendations regarding process reviews and reports were provided.	Management agreed with the recommendations and will develop measures to address the recommendations.	Internal Audit will conduct follow-up on the recommendations in accordance with auditing standards.
<b>2021-103</b> _Audit of Bankruptcy Billings and Collections	No recommendations were offered for this audit.	Not Applicable	Not Applicable
<b>2021-105</b> _Audit of Cash and Securities Management	One recommendation regarding program review processes was provided.	Management agreed with the recommendation and developed measures to address the recommendation.	Internal Audit will conduct follow-up on the recommendation in accordance with auditing standards.
<b>Texas Treasury Safekeeping Trust Company (TTSTC)</b> Alternative Investments Audit	One recommendation regarding processes and documentation requirements in accordance with policy was provided.	Management agreed with the recommendation and developed measures to address the recommendation.	Management substantially implemented the recommendation. Internal Audit will conduct follow-up on the recommendation in accordance with auditing standards.
<b>TTSTC</b> Accounting and Trust Operations Audit	One recommendation regarding reconciliations was provided.	Management agreed with the recommendation and developed measures to address the recommendation.	Internal Audit will conduct follow-up on the recommendation in accordance with auditing standards.

INTERNAL AUDIT DIVISION

Audit Report Number and Title	Recommendation	Management Response	Progress Towards Implementation
<b>TTSTC</b> Administrative Operations Audit	One recommendation regarding the computer equipment return process was provided.	Management agreed with the recommendation and developed measures to address the recommendation.	Management substantially implemented the recommendation. Internal Audit will conduct follow-up on the recommendation in accordance with auditing standards.
<b>TTSTC</b> BidTex Audit	One recommendation regarding reconciliations was provided.	Management agreed with the recommendation and developed measures to address the recommendation.	Internal Audit will conduct follow-up on the recommendation in accordance with auditing standards.
<b>TTSTC</b> Custody Settlement Audit	No recommendations were offered for this audit.	Not Applicable	Not Applicable

**Note:** In accordance with Texas Government Code, Title 5 Open Government, Ethics, Chapter 552 Public Information, Subchapter C Information Excepted from Required Disclosure, the Internal Audit Division will not release any confidential or sensitive information protected by this exemption. Any information not protected by this or another applicable exemption that is determined to be confidential in nature will be specifically designated as such in accordance with State Auditor’s Office (SAO) guidelines. As such, this summary does not include audit recommendations that are exempt from public disclosure under Chapter 552 of the Texas Government Code.