

INTERNAL AUDIT DIVISION | FISCAL 2026

Implementation Status Summary

DON HUFFINES
TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

Implementation Status Summary of Fiscal 2026 Audit Recommendations

Audit Report Number and Title	Recommendations	Management Response	Progress Toward Implementation
96-2043 Audit of Trust Company Investments	Two recommendations were offered for this audit, regarding updating policies and procedures.	Management agreed with the recommendations and developed measures to address them.	Management implemented the audit recommendations during the audit. Internal Audit conducted follow-up on the recommendations in accordance with auditing standards.
96-2042 Audit of Trust Company Accounting and Reporting	Three recommendations were offered for this audit, regarding protecting critical spreadsheets and enhancing logical access controls.	Management agreed with the recommendations and developed measures to address them.	Management implemented one of the audit recommendations during the audit and one after the audit; one is pending. Internal Audit will conduct follow-up on the recommendations in accordance with auditing standards.
96-2041 Audit of Agency Governance Processes	Thirteen recommendations were offered for this audit regarding: • Reviewing, updating, and approving job descriptions • Strengthening the enterprise risk management program • Updating the anti-fraud committee charter • Establishing a fraud risk management framework • Updating the Employee Handbook • Monitoring for mandatory training completion • Reminding staff to meet additional agency training requirements • Updating the anti-fraud training • Protecting job candidate information received in emails • Completing employee performance evaluations annually • Updating the Data and Information Governance charter • Reviewing and updating the information resource inventory every two years • Updating the SharePoint/OneDrive/Teams governance document	Management agreed with the recommendations and developed measures to address them.	Management implemented 11 of the 13 audit recommendations; two are pending. Internal Audit will conduct follow-up on the recommendations in accordance with auditing standards.

Audit Report Number and Title	Recommendations	Management Response	Progress Toward Implementation
96-2040 Audit of Centralized Accounting and Payroll/Personnel System (CAPPS) Data Changes	Four recommendations were offered for this audit, regarding enhancing logical access controls, updating the Information Technology Service Management guide, enhancing workflows, and eliminating Letter of Authorization logging.	Management agreed with the recommendations and developed measures to address them.	Management implemented two of the audit recommendations during the audit; the remaining two are pending. Internal Audit will conduct follow-up on the recommendations in accordance with auditing standards.
96-2037 Audit of Agency Cybersecurity	Five recommendations were offered for this audit, regarding updating an internal procedure, updating the agency information resource inventory, enhancing logical access controls, enhancing configuration management, and updating workflow templates.	Management agreed with the recommendations and developed measures to address them.	Management implemented three of the audit recommendations during the audit and one after the audit; one is pending. Internal Audit will conduct follow-up on the recommendations in accordance with auditing standards.
96-2036 Audit of Enforcement Division System Development and Maintenance	Four recommendations were offered for this audit, regarding implementing separation of duties, modernizing the development environment, ensuring changes follow a formal software development process, and strengthening the existing SharePoint development process.	Management agreed with the recommendations and developed measures to address them.	Management implemented the audit recommendations after the audit. Internal Audit will conduct follow-up on the recommendations in accordance with auditing standards.
96-2035 Audit of CAPPS Managed Services	No recommendations were offered for this audit.	Not Applicable	Not Applicable
96-2021 Audit of State Energy Conservation Office	Five recommendations were offered for this audit, regarding updating internal procedures, enhancing logical access controls, strengthening oversight controls for the contract administration process, strengthening internal controls over the evaluation and award process, and annually reviewing and updating job descriptions.	Management agreed with the recommendations and developed measures to address them.	Management implemented two of the audit recommendations during the audit; the remaining three are pending. Internal Audit will conduct follow-up on the recommendations in accordance with auditing standards.

Audit Report Number and Title	Recommendations	Management Response	Progress Toward Implementation
96-2018 Audit of Statewide Contract Development	Two recommendations were offered for this audit, regarding updating internal procedures and enhancing logical access controls.	Management agreed with the recommendations and developed measures to address them.	Management implemented the audit recommendations during the audit. Internal Audit conducted follow-up on the recommendations in accordance with auditing standards.
96-2017 Audit of Sales Tax Exceptions/ Corrections	One recommendation was offered for this audit, regarding updating internal procedures.	Management agreed with the recommendation and developed measures to address it.	Management implemented the audit recommendation during the audit. Internal Audit conducted follow-up on the recommendation in accordance with auditing standards.

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