



FEDERAL RETIREMENT THRIFT INVESTMENT BOARD
1250 H Street, NW Washington, DC 20005

February 5, 2010

MEMORANDUM FOR THE EXECUTIVE DIRECTOR

FROM: JAMES B. PETRICK
CHIEF FINANCIAL OFFICER

SUBJECT: Update on audit recommendations 2003-2009

Attached is a report summarizing the status of audit recommendations received by the Agency since the beginning of 2003. (There are no open recommendations prior to 2003). This report shows the number of recommendations made by each organization listed that has performed audits of Agency and TSP activities during that period. We have excluded recommendations from OPM, as these will be the subject of a separate memorandum and discussion of HR practices at a later meeting. We have ensured that open recommendations made by Deloitte and Touche LLP, have been incorporated as appropriate into current, open actions of those by Clifton Gunderson LLP.

For each audit organization, the report shows the following information:

1. Total number of audit recommendations made during the period;
2. The number of those recommendations closed by the auditor (usually during subsequent audits);
3. The number of audits remaining open per the auditor (usually awaiting another audit of that subject);
4. The number of recommendations that the Agency considers closed, because the necessary action has been taken, but which have not yet been reviewed and closed by the auditor;
5. The number of recommendations on which the Agency non-concurred; and
6. The number of open recommendations on which Agency action remains to be completed.

The Office of Finance periodically prepares a detailed report of all open audit recommendations and asks the affected Offices to provide target dates for completion of the recommendation.

We have compared these numbers with those provided by the auditors and our numbers agree with theirs.

Attachments

Summary of Audit Recommendations Received 2003 - 2009

<u>As of February 5, 2010</u>						
Name of auditor	Number of recommendations	Closed by Auditor	Open per Auditor	Closed by Agency	Non-concur	Open per Agency
DOL/KPMG	58 **	27	31 **	11	0	20 **
Deloitte and Touche*	24	24				
Clifton Gunderson	9	3	6	0	0	6
GAO	5	1	4	2	2	0
Total	96	55	41	13	2	26

Note:

* Deloitte and Touche is no longer an auditor for the Agency. The responsibility for open recommendations has been assumed by Clifton Gunderson.

** Assumes that 9 audit recommendations for Participant Support Process are included in the count.