

# FRTIB Internal Audit

Internal Audit Update and Presentation of CY 2018 Audit Plan

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**Thrift Savings Plan**

FEDERAL RETIREMENT THRIFT INVESTMENT BOARD

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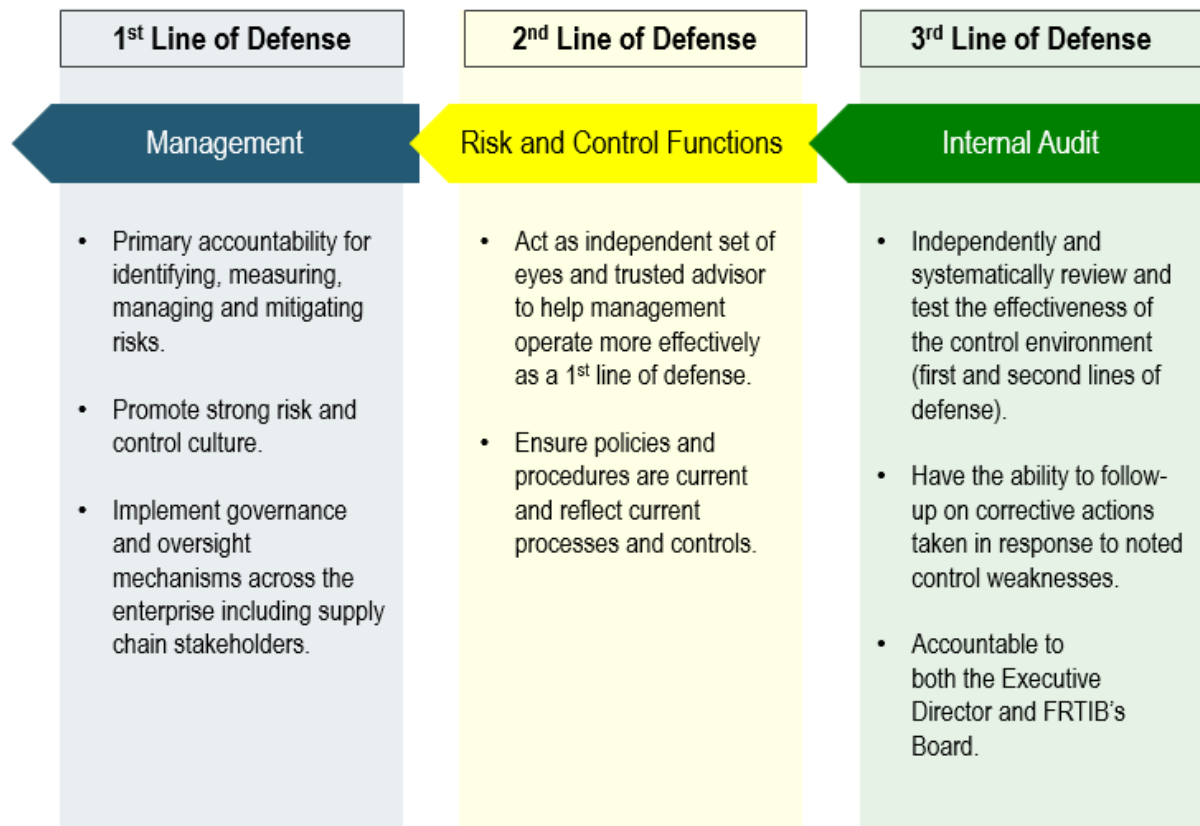


# Key Elements of Internal Auditing

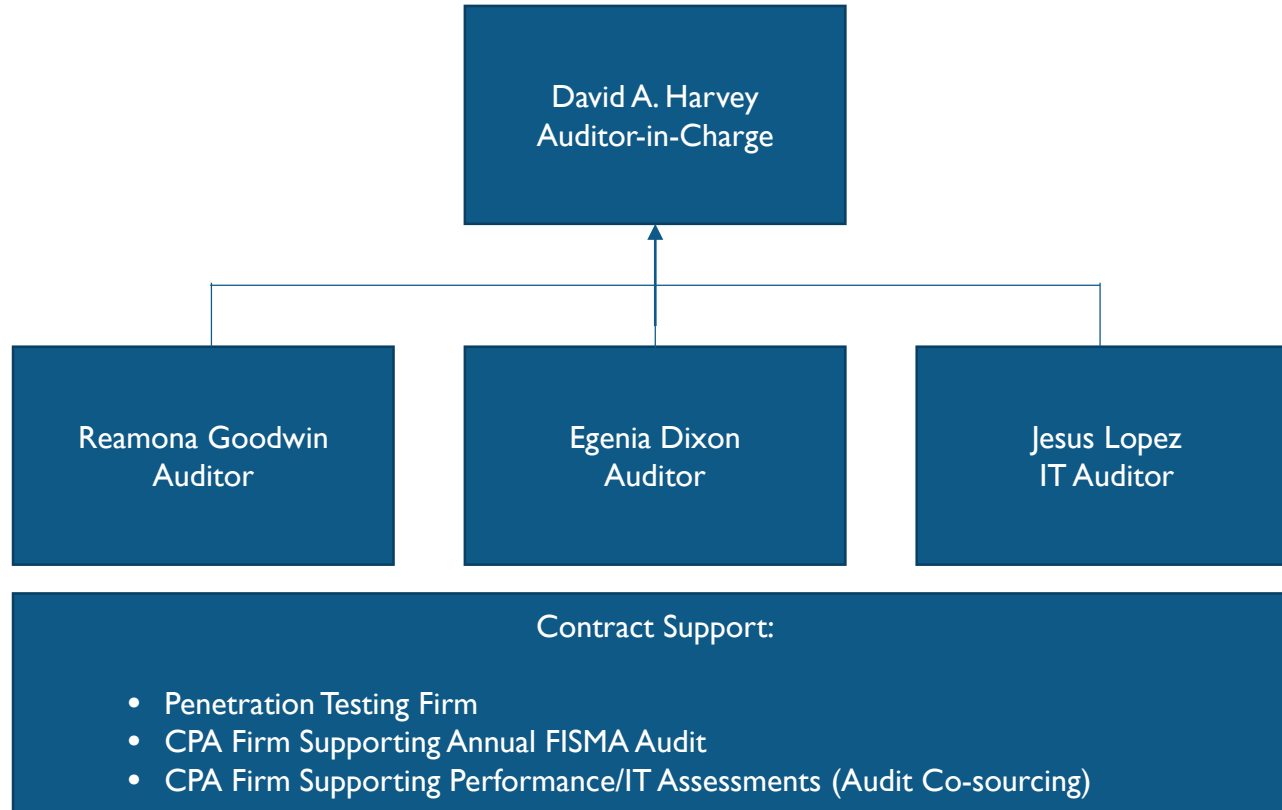
Governing bodies and executive management rely on internal auditing for objective assurance and insight on the effectiveness and efficiency of governance, risk management, and internal control processes.



# Internal Audit as the 3<sup>rd</sup> Line of Defense



# FRTIB Internal Audit Staff and Resources



# Status of Previously-Approved Engagements

- Progress regarding previously-approved audits is being made; however, the initiation and completion of audits in CY 2017 was negatively impacted by not being able to hire Auditor-in-Charge until late June 2017 (hiring freeze), management workload considerations, focus on FISMA audit and penetration testing as high-priority engagements, and ramp-up time associated with the award of the audit co-sourcing contract in late September 2017.

Internal Audit Engagement	CY	Status
TESS Contract Management	2016	Preparing communication to COO and CFO regarding opportunities for improvement.
Death Benefits	2016	Field work nearing completion.

# Status of Previously-Approved Engagements

Internal Audit Engagement	CY	Status
FY 2017 FISMA Audit	2017	Completed – results will be presented at a later Board meeting.
Penetration Testing	2017	Field work nearing completion.
Agency Travel Card	2017	Field work in process.
Procurement and Contract Management	2017	To be initiated in December 2017.
Vendor Management	2017	To be initiated in December 2017.
OMNI Application	2017	To be initiated in January 2018.
Release Management	2017	To be initiated during the third quarter of CY 2018.
Cybersecurity / Incident Response	2017	Not initiated – FRTIB Internal Audit recommends to the Board that this audit be deleted, as the proposed FY 2018 FISMA audit will address this risk area.



# Proposed Internal Audits - CY 2018 Audit Plan

- FTRIB Internal Audit seeks Board approval for the following new audits for CY 2018 time period.
- A number of factors were considered in determining the audit plan, including: OERM's FY 2017 Entity-wide Risk Assessment Results, the FY 2018 DOL/EBSA Audit Schedule, consideration of assigned resources and other previously-approved audits, and other risk factors considered to be relevant.

Internal Audit Engagement	Objective
Survey of Compliance with Laws and Regulations	Determine the state of agency determinations regarding the applicability of selected legislation and regulations relating to internal controls, financial management, and information security, and assess the extent to which the agency has taken steps to help ensure compliance.
Improper Payment Monitoring	Review outgoing vendor and benefit payments to ensure that payments are proper, approved, and supported by documentation, and to identify payment anomalies requiring further analysis.
FY 2018 FISMA Audit	Assess information security practices pursuant to FISMA requirements.