

Memorandum



CITY OF DALLAS

DATE September 28, 2018

TO Honorable Mayor and Members of the City Council

SUBJECT **Internal Control Services Collaboration on City Auditor Recommendations**

I am pleased to share with you that as of today, we estimate that approximately 65 percent of the open audit recommendations due to be implemented by September 30, 2018 have been successfully implemented. This estimated implementation rate of 65 percent is a significant improvement over the 41 percent average implementation rate for the years 2011-2018 reported to the City Council on June 22, 2018.

As you know, I have made implementing audit recommendations a top priority. In Spring 2018, I moved the City's internal control services group from the Center for Performance Excellence to the City Controller's Office. On an ongoing basis, this group partners with departments to assist them in implementing open audit recommendations. They also perform detailed reviews and testing of implementation efforts to determine whether, in their opinion, the audit recommendations have been successfully implemented and the risks associated with the recommendations mitigated.

I am pleased with the progress this group and our departments have made this year, but we still have more work to do. We will further strengthen our management responses to audits in FY 2018-19 and will keep you informed of our progress.

Please let me or Elizabeth Reich know if you have any questions.

A handwritten signature in black ink, appearing to read 'T.C. Broadnax', written over a faint, larger version of the same signature.

T.C. Broadnax
City Manager

c: Chris Caso, City Attorney (Interim)
Carol Smith, City Auditor (Interim)
Billierae Johnson, City Secretary
Preston Robinson, Administrative Judge
Kimberly Bizer Tolbert, Chief of Staff to the City Manager
Majed A. Al-Ghafry, Assistant City Manager

Jon Fortune, Assistant City Manager
Joey Zapata, Assistant City Manager
Nadia Chandler Hardy, Assistant City Manager and Chief Resilience Officer
M. Elizabeth Reich, Chief Financial Officer
Directors and Assistant Directors