

Impact & Action

The chart contains some common oversight and audit findings. As a group, review the findings with two goals:

1. Determine the potential consequences and risks associated with each finding.
2. Develop a plan to prevent each of the findings.

Finding	Consequences and/or Risks	Preventive Action
1. The auditors could not find supporting documentation for an in-kind match of \$100,000 in building supplies you received from a lumber yard.		
2. Your accounting system did not identify expenditures by grant or activity.		
3. The auditors could not reconcile your general ledger amounts to the costs claimed on your Federal Financial Report. Your GL shows \$850,000 in Federal expenditures and the FFR shows \$880,000.		
4. You did not have written policies and procedures in place for managing and accounting for incoming cash.		
5. Your 1 st year Director, a long-term employee of the organization, was seriously ill and took paid leave for 3 months before returning to the project. The leave was charged to the grant.		
6. You had your accountant also perform the required OMB A-133 audit.		
7. For new subgrantees, you use a self-reporting pre-award Financial Management Survey to determine whether the subgrantee's financial system complies with OMB Circulars and other grant requirements.		