



McCONNELL & JONES LLP
CERTIFIED PUBLIC ACCOUNTANTS

INTERNAL AUDIT SERVICES



STATUS REPORT TO THE COMMISSIONERS

APRIL 11, 2019

INFORMATION ITEM – NO ACTION REQUIRED



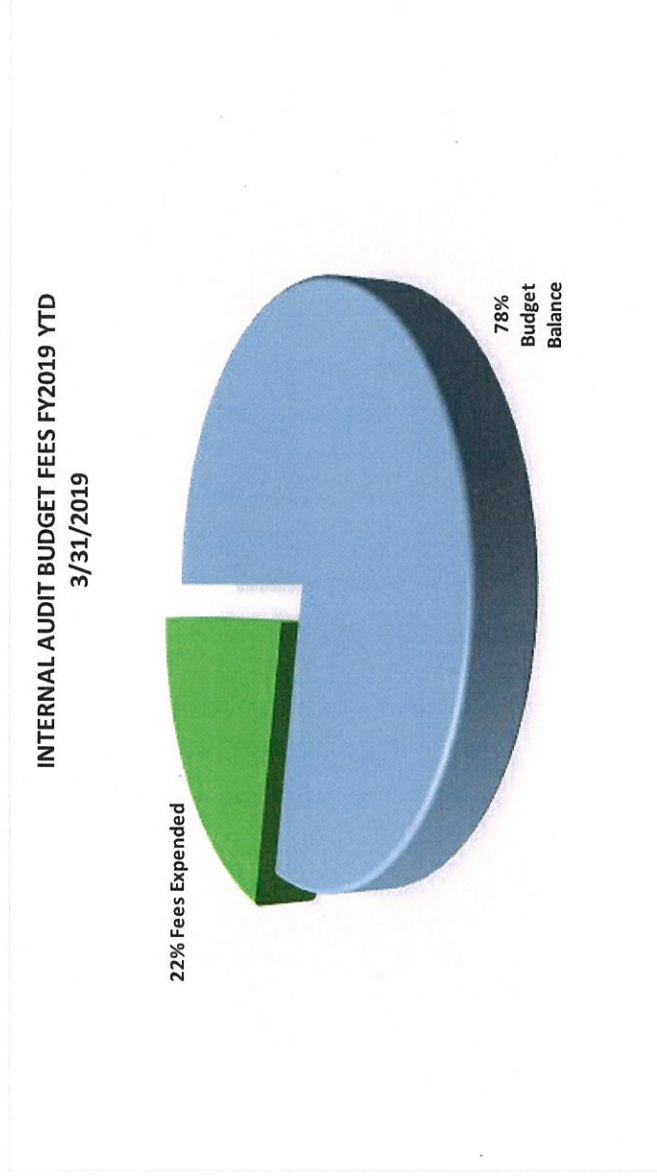
Internal Audit Activities

Internal Audit Services' activities during this period (August 1, 2018 through September 15, 2018) include:

- Completed the following audits:
 - HB2578 Implementation
 - Drawings Studio



FY 2019 Internal Audit Budget as of March 31, 2019



MJ is cognizant of the importance of managing the approved hours and budget. As such we are diligent about staying within the estimated hours per audit and activity. There may be instances where audits/activities are over or under estimated hours and we will adjust the audit plan budget accordingly to stay within the total approved budget.

Fiscal Year 2019 Internal Audit Plan Status

Legend: Not Started In-Progress
 Completed Continuous

Activity #	Audit	Planning	Fieldwork	Draft Report	Mgmt. Comments	Final Report	Issued
1	Copy Center Controls and Monitoring Process						
2	Centralize Audit Report Findings and Monitoring						
3	HB2578 Implementation						
4	Game Changes						
5	Drawings Studio						
6	Cyber Security Program						
7	Retailer Incentive Program						
8	Lottery Operations Customer Service						
9	Follow-Up On Prior Audit Findings						
10	Bingo Follow-Up Activities						
11	Information System User Access						
12	Monitor of Fraud/Complaint Hotlines Lines						
13	External Audit / Review Assistance						
14	Update Risk Assessment & Develop 2020 Audit Plan						
15	Annual Audit Report						



Anticipated Activities Next Period

- Complete the Centralized Audit Findings Data Base Testing
- Issue Drawings Studio Audit Draft Report
- Issue the HB2578 Implementation Audit Draft Report
- Complete Cyber Security Audit
- Complete Retailer Incentive Audit
- Complete Cash 5 Game Changes Audit