

# **Summary of Single Audit of the State of Oklahoma for the Fiscal Year Ended June 30, 2011**

## **A-77-13-00002**



**February 2013**

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### **Objective**

To report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to the Social Security Administration (SSA) for resolution action.

### **Background**

The Oklahoma State Auditor and Inspector conducted the single audit of the State of Oklahoma. SSA is responsible for resolving single audit findings related to its Disability Insurance program. The Department of Rehabilitation Services (DRS) is the Oklahoma Disability Determination Division's (DDD) parent agency.

### **Findings**

The single audit reported DRS:

- Did not have a review and approval process to ensure the accuracy of information reported on the Form SSA-4514, *Time Report of Personnel Services for Disability Determination Services*.
- Did not always maintain documentation that vendors and contractors were checked against the *Excluded Parties List System* before awarding contracts.
- Did not have an effective method of reviewing the *Schedule of Expenditures of Federal Awards* (SEFA), therefore the risk of misstatement was increased.

### **Recommendations**

We recommend that SSA ensure DRS:

1. Creates procedures that will ensure the accuracy of the information reported on Form SSA-4514.
2. Has adequate procedures to verify and document that each vendor or contractor has not been debarred or suspended.
3. Has an appropriate review process in place to ensure accurate information is reported on the SEFA.