

Single Audit of the Commonwealth of Pennsylvania for the Fiscal Year Ended June 30, 2013

A-77-14-00010



June 2014

Office of Audit Report Summary

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 Pennsylvania Auditor General and KPMG LLP conducted the single audit of the Commonwealth of Pennsylvania. SSA is responsible for resolving single audit findings related to its Disability programs. The Department of Labor and Industry (L&I) is the Pennsylvania Bureau of Disability Determination's (BDD) parent agency.

Findings

The single audit reported payroll costs totaling \$31,746 for one employee who worked on multiple L&I programs was inappropriately charged 100 percent to BDD. The inappropriate charges occurred because the employee did not complete a timesheet and by default, the automated time system charged all of the employee's time to BDD.

In addition, the single audit reported weaknesses in the cash management system that caused noncompliance with the Treasury-State Agreement.

Recommendations

We recommend that SSA confirm that the \$31,746 was retroactively charged to the correct programs.

The single audit identified multiple Federal programs, including SSA, responsible for resolving the cash management finding. However, the Department of Health and Human Services plans to resolve this finding on the Government's behalf. Therefore, we are bringing this matter to your attention, but we are not making a recommendation.