Summary

Report Number: **2015-069**

Report Title: **Lee County District School Board – Operational Audit**

Release Date: **12/18/2014**

Our operational audit disclosed the following:

INVESTMENTS

Finding No. 1: Improvements were needed in internal controls over the investment program.

PROCUREMENT

Finding No. 2: Enhancements were needed in controls over the District's purchasing card program.

Finding No. 3: Procurement procedures could be enhanced to provide for routine review of required statements of financial interests for consideration in making procurement decisions.

CAPITAL OUTLAY FUNDING

Finding No. 4: District records did not always evidence that ad valorem tax levy proceeds were used for authorized purposes, resulting in approximately $1.5 million of questioned costs.

INSURANCE

Finding No. 5: Controls over health insurance services and related premium costs could be improved.

CHARTER SCHOOLS

Finding No. 6: Procedures could be enhanced to ensure that property and unencumbered funds of terminated charter schools are appropriately returned to the District.

ADULT GENERAL EDUCATION

Finding No. 7: Improvements were needed in controls over the reporting of instructional contact hours for adult general education classes to the Florida Department of Education.

VIRTUAL INSTRUCTION PROGRAM

Finding No. 8: Controls over virtual instruction program (VIP) operations and related activities could be enhanced by developing and maintaining comprehensive, written VIP policies and procedures.

Finding No. 9: The District had not established procedures to ensure that VIP students and their parents are notified of the availability of computing resources and that qualified VIP students are provided computing resources.

INFORMATION TECHNOLOGY

Finding No. 10: The District had not developed a comprehensive, written information technology (IT) risk assessment.

Finding No. 11: Some inappropriate IT access privileges existed.

Finding No. 12: The District did not timely deactivate the network IT access privileges for some former employees.

Finding No. 13: Certain District IT security controls related to user authentication, data loss prevention, and logging and monitoring of system activity needed improvement.

Finding No. 14: The District had not developed a written IT security incident response plan.

Management's response is included in the audit report as Exhibit B.