



NEW MEXICO  
**FINANCE AUTHORITY**

# ***Internal and External Audit Update***

**PRESENTATION TO  
THE NEW MEXICO FINANCE AUTHORITY OVERSIGHT COMMITTEE**

**July 11, 2016**

**ROBERT P. COALTER  
CHIEF EXECUTIVE OFFICER**

## ***NMFA Internal and External Audit Update***

<b><i>BOARD GOVERNANCE</i></b>	<b><i>Status</i></b>
Entrance/Exit Conference attendance by Audit Committee	Complete
Regular Audit Committee meetings with auditors during audit	Complete
Deposits should be made in New Mexico banks	Complete
Minutes and Records approved and maintained	Complete

<b><i>STATE COMPLIANCE</i></b>	<b><i>Status</i></b>
Payment of funds without an approved audit contract	Complete
Timely Cash Receipts Deposit	Complete
Travel and Per Diem FY 2015	Complete
Capital Asset Equipment Listing Updating	Complete

***NMFA Internal and External Audit Update***

<b><i>EXTERNAL AUDIT</i></b>	<b><i>Status</i></b>
Timeliness of External Audit	Complete
Compliance with Federal Requirements	Complete
Compliance with Bond Covenants	Complete

<b><i>INTERNAL AUDIT</i></b>	<b><i>Status</i></b>
Internal Auditor	Complete

***NMFA Internal and External Audit Update***

<b><i>ACCOUNTING PRACTICES</i></b>	<b><i>Status</i></b>
<b>Bank Reconciliations timeliness</b>	<b>Complete</b>
<b>Invoice documentation/Credit Card usage</b>	<b>Complete</b>
<b>Journal Entry Review by Supervisor</b>	<b>Complete</b>
<b>Treatment for extraordinary items</b>	<b>Complete</b>
<b>Fringe Benefits reporting to IRS</b>	<b>Complete</b>
<b>Lack of up-to-date Procedures</b>	<b>Complete</b>

***NMFA Internal and External Audit Update***

<b><i>ORGANIZATIONAL STRUCTURE REVIEW</i></b>	<b><i>Status</i></b>
<b>Management and Employee Communication</b>	<b>Complete</b>
<b>Compliance Function</b>	<b>Complete</b>
<b>Inefficient Data Systems System Implementation for Loan Origination (SILO) Implementation</b>	<b>In Progress</b>
<b>Management Concentration/Succession</b>	<b>In Progress</b>
<b>Market Salary Study and Updated Job Descriptions</b>	<b>In Progress</b>
<b>Board Training and Orientation</b>	<b>In Progress</b>