

January 31, 2022

Members of The Corporation of the City of London Audit Committee

Subject: Internal Audit Summary Update

Internal Audit has included a summary memo to highlight major accomplishments since our last update to the Audit Committee and to draw your attention to the matters of greatest importance. We will cover these documents in more detail at the meeting and respond to all questions you may have.

1. Internal Audit Dashboard Report

- a. Internal Audit continues to have ongoing meetings with the City Treasurer.
- b. Internal Audit has issued 3 reports since the last committee meeting (Automated Traffic Management System (ATMS) Project Review, Fleet Process Review and Fire Process Review).
- c. One project, Recruiting Process Review, was deferred and will be considered for the 2022 Internal Audit plan when that process begins.

2. Audit Observation Status Summary of High and Medium Priority Observations

- a. Findings relating to the Assumptions and Securities Process Review are now fully remediated.
- b. Management continues to implement the recommendations from the following internal audit projects:
 - i. Dearness Home Assessment
 - ii. SaaS Application Review.
- c. Items related to the 3 new reports have been added to the observations for 2021.

3. Transition of Internal Audit team

We want to thank the City of London Audit Committee, management and staff for the opportunity to work with them over the last several years. We are working with the City management and the new internal auditor to make the transition as seamless as possible.