

Detroit Public Schools Office of the Auditor General



FINANCIAL RELATED AUDIT FOLLOW UP OF CASS TECHNICAL HIGH SCHOOL School Year 2010-11

REPORT NO: 11-020

REPORT DATE: November 9, 2011

**CASS TECHNICAL HIGH SCHOOL
FINANCIAL AUDIT FOLLOW-UP REPORT
REPORT NO: (11 - 020)**

Audit Objectives

The objective of the follow-up audit was to determine if corrective actions have been taken to address significant findings in the June 30, 2009 audit report.

Scope & Methodology

The audit scope covered the 2010-2011 School Year-ending June 30, 2011. Inquires were made with the principal and bookkeeper to obtain an understanding of the actions taken to remediate the risk associated with the prior audit findings. Additionally, audit tests were performed to assess the effectiveness of the corrective actions and internal controls.

Background

School Profile

Cass Technical High School (Cass Tech) has two bank accounts: a checking and savings account maintained at First Independence Bank along with several Certificates of Deposit. General School Funds at Cass Tech include, student activities, fundraising, local grants and, vending machines. Sources of District Fund Revenues include Food Service (i.e., lunchroom) and athletics.

Prior Audit

In 2009 financial audits were conducted at all Detroit Public Schools (DPS) to determine the level of compliance with DPS's policies and procedures. The audit covered cash receipts, cash disbursements, bank reconciliations and reporting.

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Previous Audit Finding(s)

Previous Audit Finding(s)	Corrective Action Taken	Corrective Action Partially Implemented (See Finding #1)	Corrective Action Not Taken / Repeat Finding (See Finding #1)
Fine Arts fundraising proceeds were not properly safeguarded before being submitted to the bookkeeper.	√		

Audit Conclusion

Management implemented a procedure to improve the internal controls over the cash management activity noted above. Specifically, the Fine Arts sponsor deposits fundraising proceeds with the bookkeeper or head secretary immediately after each fundraising event where it can be safeguarded.

Management Response

A response from management is not required.

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Our audit was performed in accordance with U.S. General Accounting Office Government Auditing Standards and Standards of the Institute of Internal Auditors.

This report is intended solely for management and should not be used for any other purpose. This restriction is not intended to limit the distribution of the report which is a matter of public record

A handwritten signature in blue ink, appearing to read 'O. Bailey', with a stylized flourish at the end.

Odell W. Bailey, CIA
Auditor General