

Public Health—Madison and Dane County

2008 Audit Findings

Fund Balance

The 2008 excess of revenues over expenditures was \$651,341, although \$263,000 was designated for the 2009 operating budget and \$138,428 was restricted for the licensed establishment program. The capital assets of PHMDC were only \$812,052.

Liabilities

At the end of 2008, PHMDC had noncurrent liabilities of \$2,836,042, including \$2,245,384 in unused sick leave credits. By the end of 2009 the unused sick leave credits had grown to \$2,482,181. Almost 30 percent of PHMDC employees are over 58 years of age.

Internal Controls

The City is the fiscal agent for (PHMDC). The auditor's report on internal control identified several areas of concerns; financial reporting, access to IT facilities, process to identify irregular transactions—all derived from the City's audit.

The audit report identified several areas where the auditor felt that additional information would have been helpful. There were interested in specific areas we might would want them to address in the next year's audit. They also had a question about the strategic direction of PHMDC and any related business risks that might not have been identified during the audit. At the final meeting after the audit was completed, Baker Tilly management admitted that they should of collected this information during the audit but that their audit team was so far behind in their work that there was not enough time to request the information that they later felt that they needed. As a result, the auditor has changed their internal processes and the audit timeline has been moved forward about two months.