

Office of Superintendent of Schools  
Board Meeting of March 15, 2017

March 1, 2017

José F. Montes de Oca, Chief Auditor  
Office of Management and Compliance Audits

**SUBJECT: INTERNAL AUDIT REPORT – AUDIT OF YEAR END INVENTORIES – JUNE 30, 2016**

**COMMITTEE: FISCAL ACCOUNTABILITY**

**LINK TO STRATEGIC BLUEPRINT: EFFECTIVE AND SUSTAINABLE BUSINESS PRACTICES**

This audit report presents the results of year-end inventories for the Department of Food and Nutrition; Stores and Mail Distribution; Maintenance Materials Management; and the Department of Transportation.

We concluded that year-end inventories totaling \$9 million, which represent an increase of approximately six percent from the prior year, were fairly stated in the unaudited Annual Financial Report, in all material respects. There were no material adjustments in our counts between the physical inventory and the perpetual inventory records. However, we noted adjustments of \$103,042 and \$(82,212) were made to the parts and diesel fuel inventory account balances in the general ledger, respectively. In addition, the unit cost of some items in the school cafeteria inventory system was inaccurate because of Food and Nutrition did not fully update the required field in the MESS system.

The School Board Audit and Budget Advisory Committee will review this report at its March 7, 2017, meeting and consider its transmission to the School Board.

Copies of this report will be distributed and placed on file in the Office of the Recording Secretary to the School Board and in the Citizen Information Center. Additional copies will be provided upon request.

**RECOMMENDED:** That The School Board of Miami-Dade County, Florida, receive and file the Internal Audit Report – Audit of Year End Inventories – June 30, 2016