

Jon Goodman, Chief Auditor
Office of Management and Compliance Audits

**SUBJECT: INTERNAL AUDIT REPORT – AUDIT OF THE DISTRICT’S
CONSTRUCTION WARRANTY PROCESS**

COMMITTEE: FISCAL ACCOUNTABILITY & GOVERNMENT RELATIONS

**LINK TO STRATEGIC
PLAN: EFFECTIVE AND SUSTAINABLE OPERATIONAL PRACTICES**

We performed an Audit of the District’s Construction Warranty Process in accordance with the approved FY 2022-2023 Annual Audit Plan.

The objective of this audit was to determine whether adequate controls are in place to ensure the efficient and effective use of construction-related warranties. We found that improvements are needed to better track and exercise construction-related warranties, especially those such as roofs and HVAC systems with coverage spanning more than one year. Our recommendations included implementing a cost-effective, automated warranty tracking mechanism; strengthening the process and written procedures over warranties; and pursuing the collection of any unreimbursed expenditures incurred that were covered by a warranty. The Administration fully concurred with our recommendations and proffered corrective actions which we will follow up on within the current fiscal year.

The School Board Audit and Budget Advisory Committee reviewed this report at its September 19, 2022, meeting and recommended transmission to the School Board.

Copies of this report were distributed and placed on file in the Office of the Recording Secretary to the School Board and in the Citizen Information Center.

The report may be accessed at:

https://mca.dadeschools.net/AuditCommittee/AC_September_19_2022/Item6.pdf

RECOMMENDED: That the School Board of Miami-Dade County, Florida, receive and file the Internal Audit Report – Audit of the District’s Construction Warranty Process.