

NORTH CAROLINA COMMUNITY COLLEGE SYSTEM

College Financial Audit Findings Summary

Fiscal Year 2011-2012

Attachment AUD 2

	Findings	Recommendation	Response
Carteret Community College	The College granted information system access rights to an employee that were beyond those needed to perform his/her duties.	The College should strengthen internal control over system access. System users should not be allowed to request changes to their access rights without the approval of a supervisor or another employee with an appropriate level of authority. In addition, employees with review and approval responsibility should not be allowed to enter or edit the information they are responsible for approving unless sufficient compensating monitoring controls are in place to detect errors or fraud.	College had no disagreement with the finding and made adjustments in internal controls to assure no future occurrences.
Gaston College	The financial statements prepared by the College contained misstatements that were corrected as a result of our audit. These misstatements indicate that the College's internal control over financial reporting was not effective, and without these corrections, the financial statements could have been misleading to users.	The College should place greater emphasis on the year-end financial reporting process and strengthen internal controls to ensure the accuracy of the financial statements. An adequate and detailed review should be performed to ensure that the financial statements and note disclosures are free from material misstatements.	The College concurs with the findings. The College will place greater emphasis on the year-end financial reporting process and design and implement procedures to strengthen internal controls over financial reporting. The increased emphasis will address both the general and specific items noted during the audit.
Robeson Community College	The financial statements prepared by the College contained misstatements that were corrected as a result of our audit. These misstatements indicate that the College's internal control over financial reporting was not effective, and without these corrections, the financial statements could have been misleading to users.	The College should place greater emphasis on the year-end financial reporting process and strengthen internal controls to ensure the accuracy of the financial statements.	The College concurs with the findings. The College will place greater emphasis on the year-end financial reporting process and design and implement procedures to strengthen internal controls over financial reporting.