



March 28, 2022

MEMORANDUM TO: Joel C. Spangenberg  
Executive Director of Operations

FROM: Eric Rivera */RA/*  
Acting Assistant Inspector General for Audits

SUBJECT: STATUS OF RECOMMENDATIONS: AUDIT OF THE  
DNFSB'S COMPLIANCE UNDER THE DIGITAL  
ACCOUNTABILITY AND TRANSPARENCY (DATA) ACT  
OF 2014 (DNFSB-22-A-02)

REFERENCE: OFFICE OF THE GENERAL MANAGER, MEMORANDUM  
DATED DECEMBER 6, 2021

Attached is the Office of the Inspector General's (OIG) analysis and status of recommendations as discussed in the agency's response dated December 6, 2021. Based on this response, all recommendations are considered open and resolved. Please provide an updated status of all recommendations by **October 14, 2022**.

If you have any questions or concerns, please call me at (301) 415-5915 or Terri Cooper, Team Leader, at (301) 415-5965.

Attachment: As stated

cc: J. Biggins, GM  
R. Howard, OEDO

## Evaluation Report

### AUDIT OF THE DNFSB'S COMPLIANCE UNDER THE DIGITAL ACCOUNTABILITY AND TRANSPARENCY (DATA) ACT OF 2014

#### DNFSB-22-A-02

#### Status of Recommendations

Recommendation 1: Enhance internal control and detective procedures surrounding DATA Act submissions. Procedures should include documenting reconciliations between DATA Files A, B, C, and D1, researching and resolving differences between files including resolving warning reports on a timely basis, and submitting DATA Act information timely to the DATA Act Broker in accordance with the reporting schedule established by the Treasury DATA Act Program Management Office. (Partial repeat of 2019 DATA Act audit report recommendation two)

#### Agency Response

Dated December 6, 2021: Agree. DNFSB is working proactively to strengthen internal controls around the DATA Act process, which includes realignment under the Finance team. The Finance team is partnering with the U.S. Department of Agriculture (USDA) service provider to develop a repeatable process for monthly reconciliation of the DATA Act files. This partnership includes establishing a process for resolving differences between files on a continuous basis. Regarding the warnings, USDA and DNFSB have determined that some DATA Act warnings cannot be resolved prior to monthly certification due to time constraints and system limitations. However, DNFSB and USDA will continue to document the root cause of the warnings and resolve where feasible. DNFSB is committed to ensuring timely submission of DATA Act files to the DATA Act Broker in accordance with the reporting schedule established by the Treasury DATA Act Program Management Office.

Target Completion Date: September 30, 2022

#### OIG Analysis:

The OIG will close this recommendation when the DNFSB enhances internal controls and procedures surrounding DATA Act submissions by documenting the reconciliation between DATA Files A, B, C, and D1; researching and resolving differences between files, including resolving warning reports on a timely basis; and submitting DATA Act

## Evaluation Report

### AUDIT OF THE DNFSB'S COMPLIANCE UNDER THE DIGITAL ACCOUNTABILITY AND TRANSPARENCY (DATA) ACT OF 2014

DNFSB-22-A-02

#### Status of Recommendations

Recommendation 1(cont.):

information timely to the DATA Act Broker in accordance with the reporting schedule established by the Treasury DATA Act Program Management Office.

**Status:** Open: Resolved.

## Evaluation Report

### AUDIT OF THE DNFSB'S COMPLIANCE UNDER THE DIGITAL ACCOUNTABILITY AND TRANSPARENCY (DATA) ACT OF 2014

DNFSB-22-A-02

#### Status of Recommendations

Recommendation 2: Ensure Object Class Code is consistently documented on the contract.

#### Agency Response

Dated December 6, 2021: Agree. The Division of Budget and Finance and the Division of Operational Services will collaborate to establish consistent use of Object Class Codes on all contracts.

Target Completion Date: March 31, 2022

OIG Analysis: The OIG will close this recommendation when the DNFSB consistently documents Object Class Code on the contract.

**Status:** Open: Resolved.