

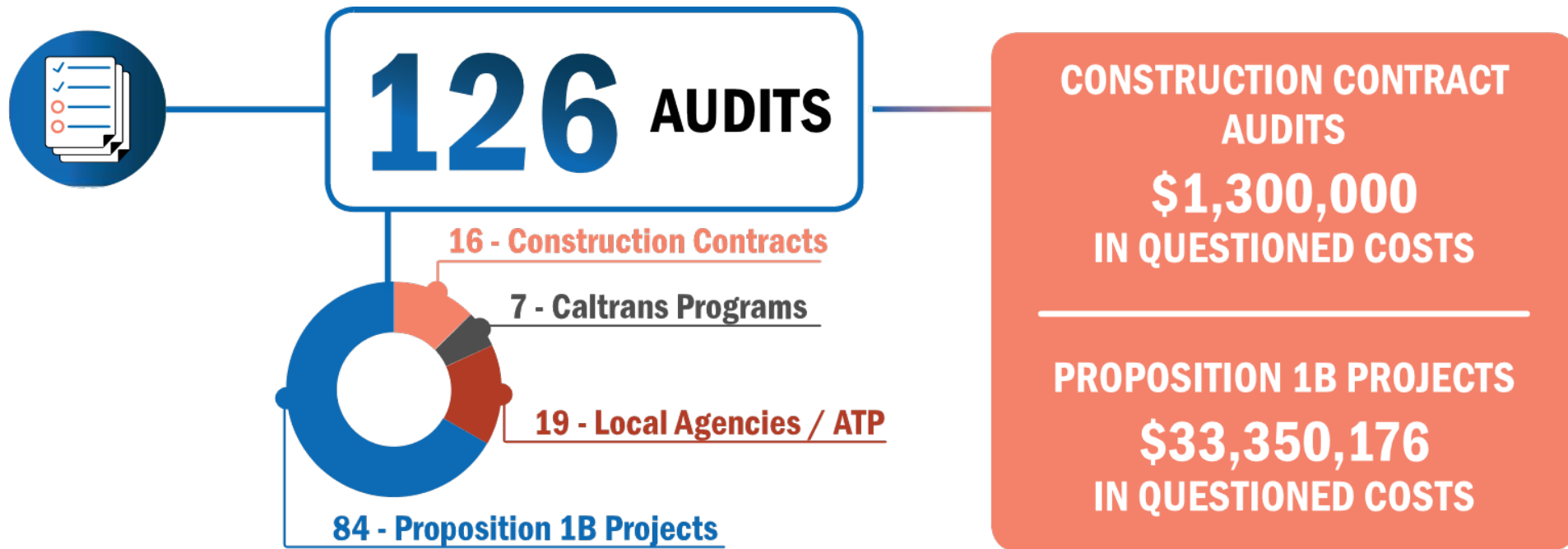
# **Annual Summary of Findings and Recommendations**



**November 2018**



# AUDIT SUMMARY: FISCAL YEAR 2017-2018



# LOCAL AGENCIES



75

LOCAL AGENCY REVIEWS



19

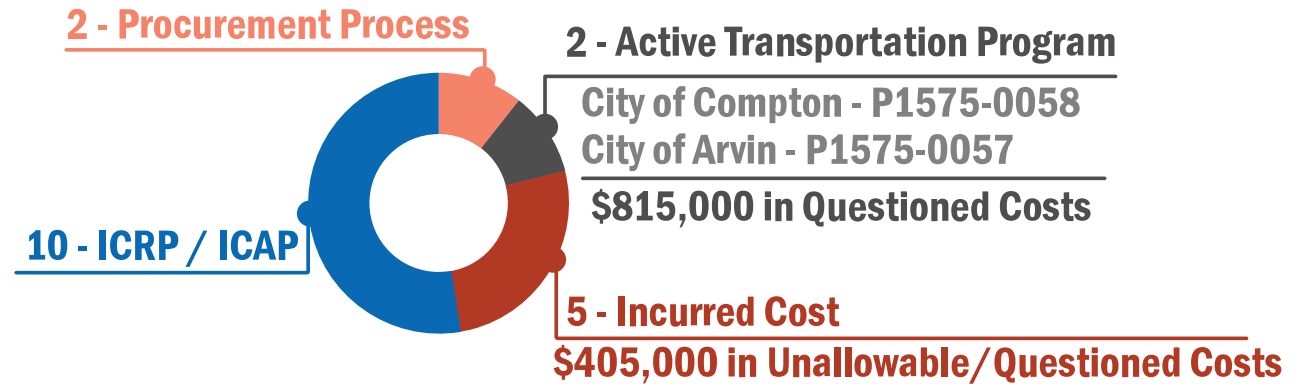
LOCAL AGENCY AUDITS



18

REVIEWS OF LOCAL AGENCY SINGLE AUDIT  
FINDINGS AND CORRECTIVE ACTIONS

## TYPES OF LOCAL AGENCY AUDITS



# FINANCIAL DOCUMENT REVIEWS – ARCHITECTURAL AND ENGINEERING (A&E)



## FINANCIAL DOCUMENT REVIEWS OF A&E CONTRACTS



**59** Contracts  
(Valued at **\$332,000,000**)  
Between Caltrans and A&E Consultants:  
≈\$6,457,169 in avoided costs



**92** Contracts  
(Valued at **\$158,000,000**)  
Between Local Agencies and A&E Consultants:  
≈\$1,300,000 in avoided costs

# INVESTIGATIONS



**91**

**ALLEGATIONS OF  
MISCONDUCT**

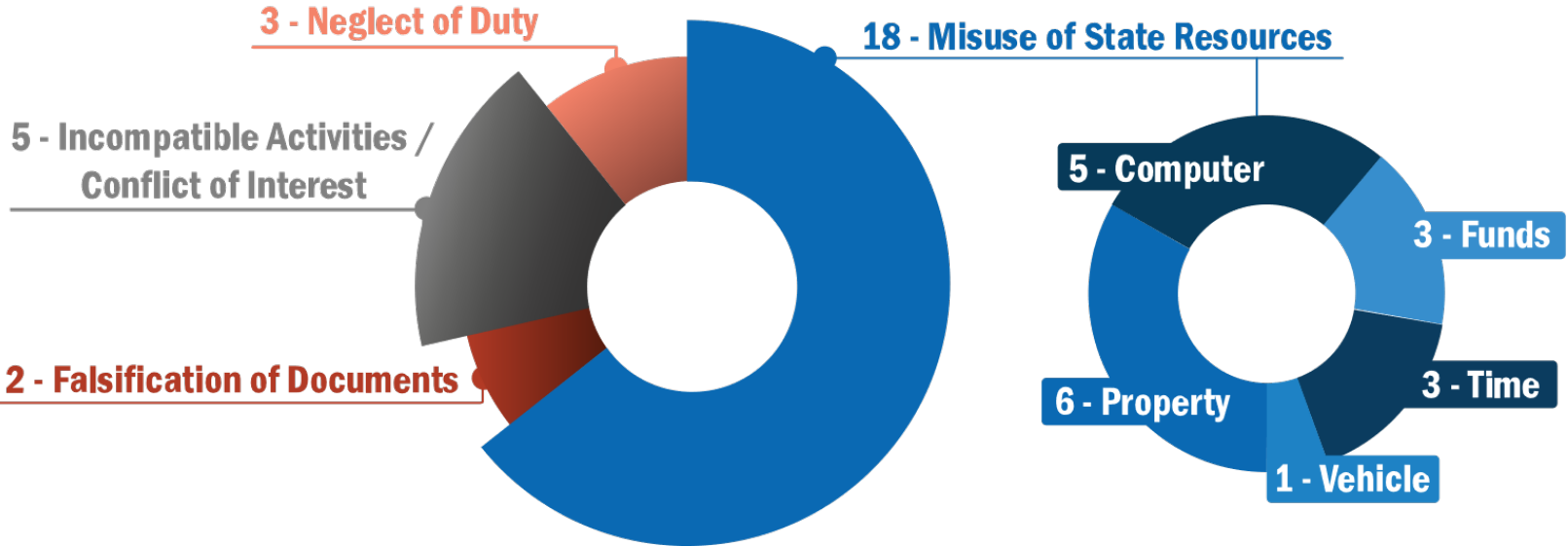
**31**

**FORMAL  
INVESTIGATIONS**

**28**

**MISCONDUCT  
SUBSTANTIATED**

## TYPES OF SUBSTANTIATED MISCONDUCT



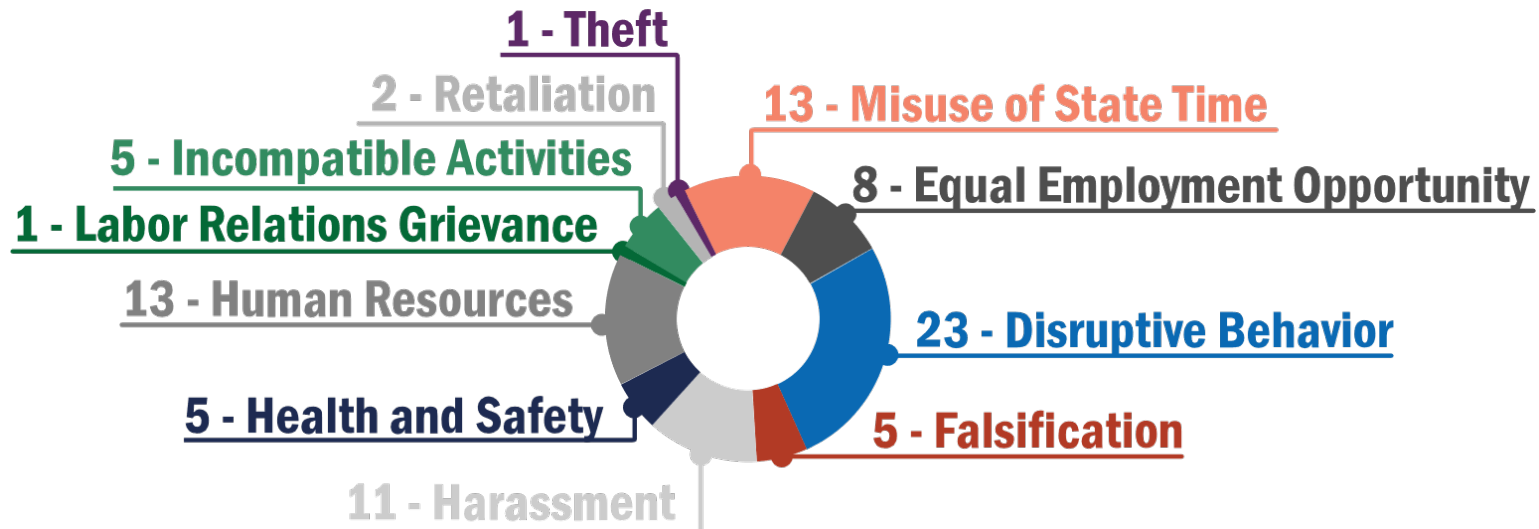
# ETHICS HELPLINE



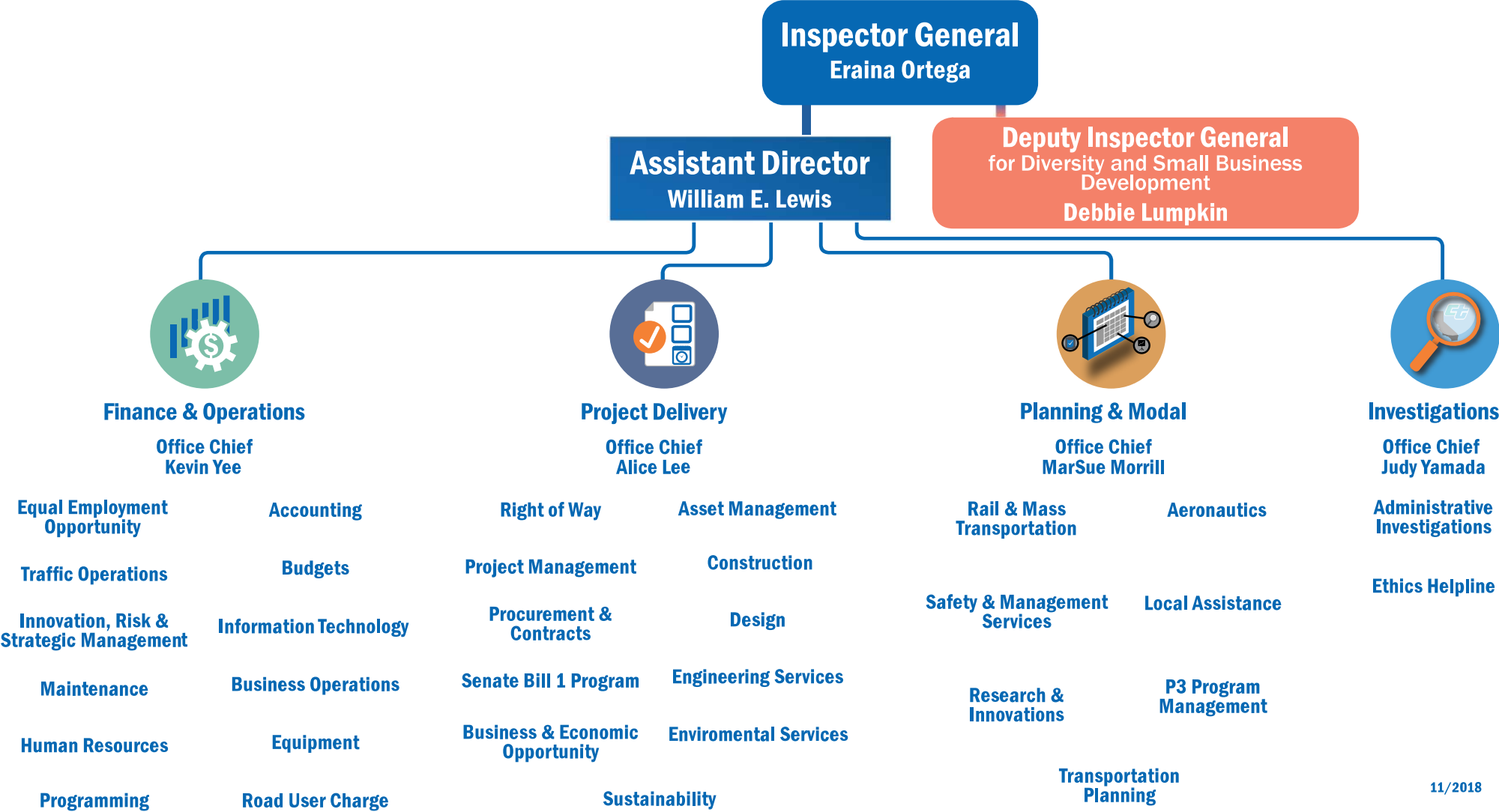
**87** ETHICS HELPLINE  
COMPLAINTS

**11** COMPLAINTS  
SUBSTANTIATED




## TYPES OF COMPLAINTS



# ORGANIZATIONAL STRUCTURE

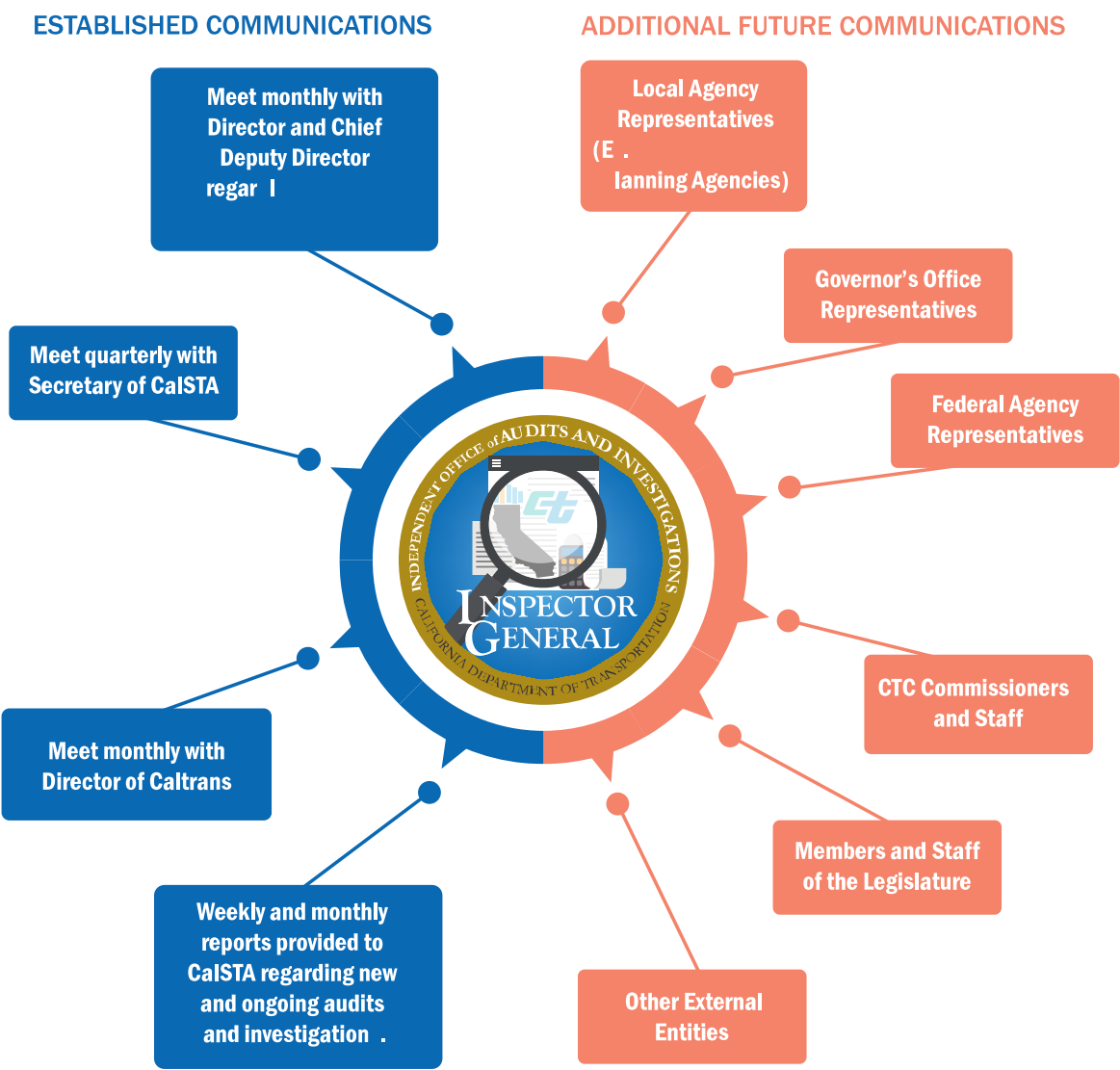


# DIVERSITY AND SMALL BUSINESS DEVELOPMENT

-  **SB 103 (Chapter 95, Statutes of 2017) directs Caltrans to develop an outreach plan to increase procurement opportunities for small businesses and for businesses owned by women, minorities, disabled veterans, LGBT individuals, and other disadvantaged groups. The outreach plan and a separate plan detailing steps Caltrans will take to prevent discrimination or preferences in hiring and contracting will be submitted to the Legislature in 2019.**
-  **SB 103 requires the Inspector General to review, audit, and report on these efforts.**
-  **Governor Brown appointed the Deputy Inspector General for Diversity and Small Business Development to administer this program.**



# COMMUNICATION STRATEGIES



# PROPOSED AUDIT RELEASE 2019



**Caltrans Enterprise Risk Management Program (January)**



**Active Transportation Program Accountability (January)\***



**Disadvantaged Business Enterprise Program Certification Process (March)**



**Verification of Estimated Savings from Caltrans Efficiency Measures (April)\*\***



**Progress Toward SB 1 Performance Outcomes for Pavement Assets (June)**



**Review of Plan to Prevent Discrimination or Preferences in Employment and Contracting Practices (June)**

# ★ **Active Transportation Program Accountability (January)\***

**Report findings and provide recommendations for Caltrans and local agencies, including:**

- ★ **Review of Caltrans Division of Local Assistance (DLA)**
- ★ **Summary of survey responses from ATP award recipients and program administrators**
- ★ **Audits of compliance with Caltrans Master Agreement provisions related to Financial Management Systems**
- ★ **Audits of completed projects**

# ★ **Verification of Estimated Savings from Caltrans Efficiency Measures (April)\*\***

- ★ **First efficiency measure audit issued in July 2018.**
- ★ **Limited to evaluations of process, policies, and methodology used in identifying and measuring savings.**
- ★ **Caltrans used recommendations from the audit report regarding assumptions, calculations, and tracking of costs and savings prior to submitting its Annual Efficiencies Report to the Commission.**
- ★ **This audit will determine if the efficiency savings estimates reported to the Commission are supported and if Caltrans has developed a methodology to track actual savings from Value Analysis and Construction Manager/General Contractor processes in the future.**

# CONTACT INFORMATION

**Reports in HTML and PDF  
format for reading online  
or offline**

**Searchable audits and  
reports with navigation for  
easy readability**



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