

**Single Audit of the State of Delaware for the Fiscal Year
Ended June 30, 2013
A-77-14-00009**



May 2014

Office of Audit Report Summary

Objective

To report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to the Social Security Administration (SSA) for resolution action.

Background

KPMG, LLP conducted the single audit of the State of Delaware. SSA is responsible for resolving single audit findings related to its Disability programs. The Department of Labor is the Delaware Disability Determination Services' (DDS) parent agency.

Finding

The single audit reported that the Delaware DDS did not have adequate procedures in place for management's review of cash drawdowns. In addition, there was a lack of segregation of duties within the cash drawdown process because the same person prepared and submitted the drawdown.

Recommendation

We recommend that SSA confirm that the DDS implemented appropriate drawdown procedures.