


Internal Audit Unit
MONTGOMERY COUNTY BOARD OF EDUCATION
Rockville, Maryland

July 27, 2016

MEMORANDUM

To: Dr. James J. Virga, Jr., Principal
Seven Locks Elementary School

From: Roger W. Pisha, Supervisor, Internal Audit Unit 

Subject: Report on Audit of Independent Activity Funds for the Period
February 1, 2015, through June 30, 2016

Independent Activity Funds (IAFs) of Montgomery County Public Schools (MCPS) are established to promote the general welfare, education, and morale of students as well as to finance the recognized extracurricular activities of the student body. Principals are the fiduciary agents for the IAFs charged with determining the manner in which funds are raised and expended for activities such as field trips, admission events, and fundraisers. They are responsible for ensuring that IAFs are administered in accordance with MCPS policies, regulations, and procedures.

The IAF audits are conducted regularly to evaluate compliance with MCPS policies, regulations, and procedures, and to review processes for continuous improvement. Generally, accepted audit procedures guide the work of the auditors who examine samples of the IAF records and financial accounts selected from documentation of various activities to verify their accuracy as well as to assess the effectiveness of financial control procedures. An IAF audit does not review every transaction or school activity but seeks to provide reasonable assurance that there is compliance with MCPS policies, regulations, and procedures, and that any significant errors or omissions in the financial records are detected.

In our meeting on July 20, 2016, with you and Mrs. Linda N. Kurinsky, school administrative secretary, we reviewed the items that were discussed at the conclusion of our previous audit, as well as a few minor additional items that could improve the effectiveness of existing controls. The IAF records reflect compliance with MCPS policies and regulations. No response to this report is necessary.

RWP:LAS:lsh

Copy to:

Members of the Board of Education	Mrs. Chen
Dr. Smith	Mrs. DeGraba
Dr. Navarro	Ms. Diamond
Dr. Statham	Dr. Sirgo
Dr. Zuckerman	Mr. Ikheloa
Dr. Kimball	