



Office of Inspector General

Appalachian Regional Commission

Modified Peer Review Report

Federal Labor Relations Authority Office of Inspector General

Appalachian Regional Commission
Office of Inspector General
1666 Connecticut Avenue, Suite 718
Washington, D.C. 20009

June 15, 2023



Office of Inspector General

Appalachian Regional Commission

Modified Peer Review – Final Report

June 15, 2023

Dana A. Rooney
Inspector General
Federal Labor Relations Authority
1400 K Street, NW
Washington DC, 20424

Ms. Rooney:

We reviewed established policies and procedures for the audit function of Federal Labor Relations Authority (FLRA) Office of Inspector General (OIG) in effect on March 31, 2023. Established policies and procedures are one of the components of a system of quality control designed to provide FLRA OIG with reasonable assurance of conforming with applicable professional standards. The components of a system of quality control are described in the *Government Auditing Standards*.

Based on our review, the established policies and procedures for the audit function on March 31, 2023, were current and consistent with applicable professional standards as stated.

In addition to reviewing established policies and procedures for the audit function of FLRA OIG, we applied certain limited procedures in accordance with guidance established by the Council of the Inspectors General on Integrity and Efficiency (CIGIE) *Guide for Conducting Peer Reviews of Audit Organizations of Federal Offices of Inspector General* related to FLRA OIG's monitoring of GAGAS engagements performed by Independent Public Accountants (IPAs) under contract where the IPA served as the auditor.

It should be noted that monitoring of GAGAS engagements performed by IPAs is not an audit; therefore, it is not subject to the requirements of *Government Auditing Standards*. The purpose of our limited procedures was to determine whether FLRA OIG had controls to ensure that IPAs performed contracted work in accordance with professional standards. However, our objective was not to express an opinion; accordingly, we do not express an opinion on FLRA OIG's monitoring of work performed by IPAs.

Our review was conducted in accordance with the CIGIE *Guide for Conducting Peer Reviews of Audit Organizations of Federal Offices of Inspector General* for assessing established audit policies and procedures. During our review, we (1) obtained an understanding of the nature of the FLRA OIG's audit function, (2) assessed established audit policies and procedures as well as FLRA OIG's IPA monitoring process. In addition, we evaluated staff surveys, visited the FLRA OIG office in Washington, D.C. and reviewed the following IPA monitoring projects:

1. AR-23-01, Financial Statement Audit of the FLRA for FY 2022
2. AR-23-04, Audit of FLRA Charge Card Program and Risk Assessment for FY 2022

On June 13, 2023, Inspector General Dana Rooney provided comments on the draft report. She agreed with the conclusions of our review; the FLRA OIG's comments are included as Enclosure 1 to this report.

We appreciate your cooperation during this review.



Philip M. Heneghan
Inspector General

Enclosure

Enclosure 1



UNITED STATES OF AMERICA
FEDERAL LABOR RELATIONS AUTHORITY
WASHINGTON, D.C. 20424-0001

INSPECTOR GENERAL

June 13, 2023

Philip M. Heneghan
Inspector General
Appalachian Regional Commission
Office of Inspector General
1666 Connecticut Ave, NW, Suite 700
Washington, DC 20009-1068

Dear Mr. Heneghan:

Thank you for the opportunity to review and comment on the Modified Peer Review Draft Report on the Federal Labor Relations Authority (FLRA), Office of Inspector General (OIG) audit function. Based on your review of the FLRA OIG's audit policies and procedures, your report concludes that the FLRA OIG's established policies and procedures for its audit function on March 31, 2023, were current and consistent with applicable professional standards as stated. Additionally, the Appalachian Regional Commission OIG reported no significant findings based on its review. I've reviewed the draft modified peer review report in its entirety, and I agree with your conclusion.

Please extend my appreciation to peer review team members Ms. Rhonda Turnbow and Ms. Virginia King for their professionalism throughout the review. We sincerely appreciate their efforts.

If you have any questions or comments related to my response, please contact me at (771)444-5713.

Sincerely,

A handwritten signature in blue ink that reads "Dana A. Rooney".

Dana A. Rooney
Inspector General