



U.S. EQUAL EMPLOYMENT OPPORTUNITY COMMISSION
Washington, D.C. 20507

Office of Inspector General

Modified Peer Review Report

May 10, 2024

To: Roderick Fillinger, Inspector General
Denali Commission
Office of Inspector General
550 W 7th Avenue, Suite 1230,
Anchorage, AK 99501

Established policies and procedures are one of the components of a system of quality control to provide an Office of Inspector General (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*.

It is the responsibility of Denali Commission, Office of Inspector General (Denali OIG) to establish and maintain policies and procedures for the audit function. Our responsibility is to assess whether policies and procedures, if submitted for review, were current and consistent with applicable professional standards.

The Denali OIG did not establish audit policies and procedures because the office currently only performs audits that are completed by an independent public accounting entity. In this case, not having audit policies and procedures is not considered a weakness, and we reviewed Denali OIG's Office of Inspector General Policy Statements (June 26, 2023) and Standard Operating Procedure for Monitoring Work of Others (Financial) (August 29, 2023).

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 the Denali OIG's monitoring of engagements conducted in accordance with generally accepted government auditing standards (GAGAS engagements) 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 an IPA is not a GAGAS engagement; therefore, it is not subject to the requirements of *Government Auditing Standards*. The purpose of our limited procedures was to determine whether the Denali OIG had controls to ensure that IPA 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 the Denali OIG's monitoring of work performed by an IPA. Based on the results of our review, the Denali OIG had controls in place to ensure that the IPA performed contracted work in accordance with professional standards.

During our review, we (1) obtained an understanding of the nature of the Denali OIG monitoring and (2) assessed the Denali OIG's IPA monitoring process. We reviewed the following IPA monitoring projects:

1. Audit of the Denali Commission's Fiscal Year (FY) 2022 Financial Statements
2. Audit of the Denali Commission's FY 2022 Compliance with FISMA

Sincerely,

Joyce T. Willoughby
Inspector General

Attachment



INSPECTOR GENERAL

DENALI COMMISSION
OFFICE OF INSPECTOR GENERAL
ANCHORAGE, ALASKA 99501

May 7, 2024

Joyce T. Willoughby, Inspector General
Equal Employment Opportunity Commission
Washington, DC 20507

Subject: Modified Peer Review Report

Dear Inspector General Willoughby,

Thank you for the opportunity to comment on the draft *Modified Peer Review Report* on the Denali Commission Office of Inspector General's system of quality controls.

We are very pleased that your office concluded that our monitoring of the work performed for us by an independent public accounting contractor for the review period ending September 30, 2023, was consistent with the applicable professional standards.

We appreciate the professionalism and cooperation extended by your staff during the review. If you have any questions, please contact me on (907) 271-3500.

Sincerely,

A handwritten signature in blue ink that reads "Roderick H. Fillinger".

Roderick H. Fillinger
Inspector General
Denali Commission