



Presentation of 2027 Annual Work Plan

May 4, 2026

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Presentation Topics

- 2027 Work Plan
- Office Relocation Update



PROPOSED WORK PLAN

Work Plan Comparison (hours)

Audit Projects

Proposed 2027 Work Plan	154,715
Prior Year Work Plan	<u>149,935</u>
Increase	4,780

Audit Support Projects

Proposed 2027 Work Plan	5,695
Prior Year Work Plan	<u>5,885</u>
Decrease	190

Total Hours by Function

Function	Hours
Agency and Special Projects:	
Executive Departments	116,375
Independent Agencies & Authorities	14,225
Cycled Agencies	8,550
Special Projects	635
Local Government, Clerks, and Courts	14,930
TOTAL 2027 WORK PLAN	154,715

Local Government, Clerks, and Courts

Project	Hours
Comparative Report Preparation	750
Fiscal Distress Analysis and Monitoring	600
Inquiries, Guidelines, and Quality Reviews	2,850
Constitutional Officers State Revenue Collections	2,000
Judicial Entities: Clerks, Courts, General Receivers, and Magistrates	8,730
TOTAL HOURS	14,930

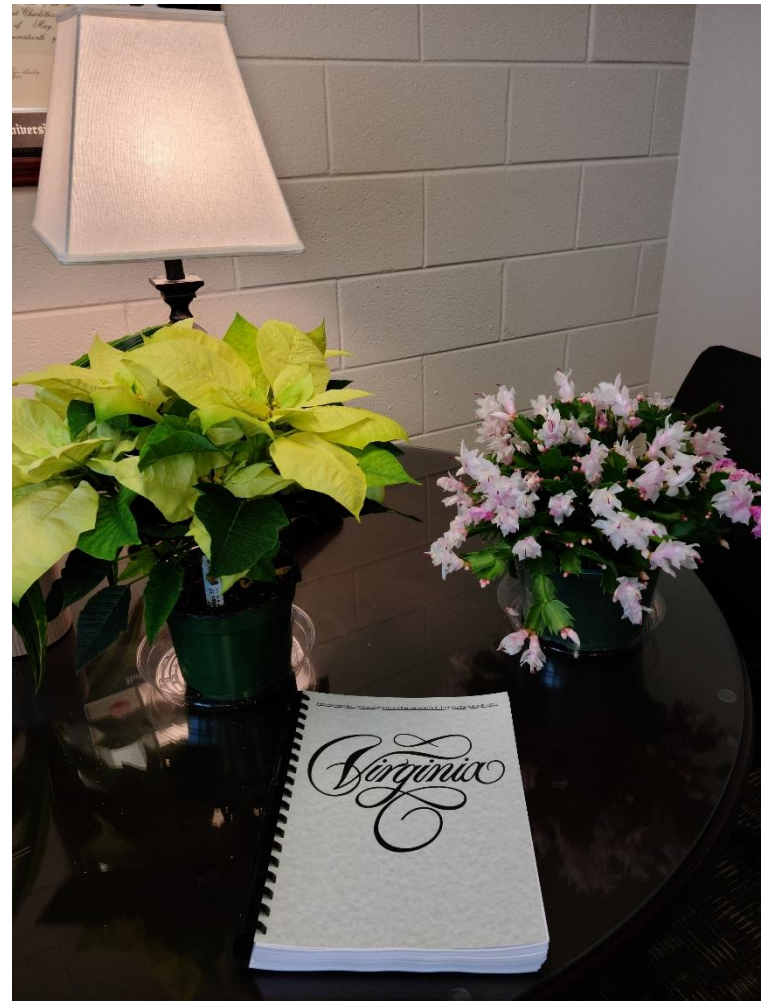
Hours by Executive Departments (Total hours 116,375)

(Table below excludes Executive Offices and Natural and Historic Resources)

Secretariat	Hours
Administration	3,145
Commerce and Trade	1,500
Education	1,980
Education – Higher Education Institutions	67,140
Finance	20,090
Health and Human Resources	11,910
Labor	2,120
Public Safety and Homeland Security	1,055
Transportation	5,985

ACFR Objectives – December 15th Deadline

- Issue an opinion on whether the financial statements present financial activity in accordance with accounting principles
- Determine whether there are adequate controls over the Commonwealth's financial operations



What We Audit – Assets and Liabilities

Medicaid

- Medicaid Payable

Retirement

- Investments
- Pension and Other Post Employment Benefit Liabilities

Taxation

- Taxes Receivable
- Tax Refunds Payable

Transportation

- Federal Receivables
- Roads, Bridges, and Related Assets
- Debt

Treasury

- Cash & Investments
- Interest Receivable
- Debt

What We Audit – Revenues and Expenses

General Revenue

- Taxes (Income, Sales and Use, Motor Vehicle)
- Investment Income

Administration of Justice Expense

- Correctional Facility Payroll

Education Expense

- Payments to Localities

Individual and Family Services Expense

- Medicaid
- Social Service Programs

Transportation Expense

- Maintenance
- Payroll

Business-Type Entities

- Alcoholic Beverage Control
- Lottery

Retirement

- Contributions
- Investment Income
- Retirement Benefit Payments

Single Audit Objectives – February 13th Deadline



- Issue an opinion on whether management complied with federal laws, regulations, and the terms and conditions of awards for each major program
- Determine whether management has adequate controls over each major program

Known Federal Programs in Cycle

Medicaid Cluster

Children's Health
Insurance
Program

Temporary
Assistance for
Needy Families

Unemployment
Insurance

Research &
Development
Cluster

Child Care and
Development
Fund Cluster

Child Support
Services

Veterans State
Nursing Home
Care

National Guard
Military Operations
and Maintenance

Coronavirus
Capital Projects
Fund

HIV Care Formula
Grants (Ryan
White HIV/AIDS
Program)

Student Support
and Academic
Enrichment
Program

Education
Stabilization Fund

Supplemental
Disaster Block
Grants

Higher Education Hours (Total hours 67,140*)

Project	Hours
CNU	2,590
CWM	4,145
GMU	3,575
JMU	2,745
LU	2,730
NSU	3,145
ODU	3,395
RU	2,445
RBC	2,100

Project	Hours
UMW	2,620
UVA	6,865
UVAMC	2,900
VCU	5,665
VCCS	10,750
VMI	2,530
VT	4,815
VSU	3,725

**Includes 400 hours for Higher Education Comparative Report*

Higher Education Hours Detail



2,425 hours to audit federal funds received for Research and Development and Student Financial Assistance



1,705 hours related to required NCAA intercollegiate athletics procedures



3,125 hours to perform work required to support reaffirmation of accreditation



2,000 hours for internal control questionnaires for certain VCCS colleges



57,485 hours to audit financial statements for each institution/system

Changes in Higher Education Hours



Net increase of 2,000 hours for federal related work



Net increase of 2,200 hours to support reaffirmation of accreditation

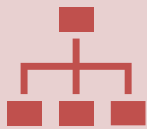


Net increase of approximately 1,750 hours for financial statement audit of Richard Bland College

Cycled Agencies (Total hours 8,550)



Pool I (low risk) agencies are subject to an Internal Control Questionnaire (ICQ) review every 3 years



Pool II (high risk) subject to audit of high-risk cycle(s) and are also subject to an ICQ review every 3 years



Periodically, select agencies subject to audit of federal program management to support the Commonwealth's Single Audit of federal funds

ICQ Reviews (Pool 1)

Board of Accountancy	Compensation Board	Aviation	Conservation and Recreation
Criminal Justice Services	Elections	Forestry	Juvenile Justice
Small Business and Supplier Diversity	Guston Hall	Indigent Defense Commission	Jamestown-Yorktown Foundation
Motor Vehicle Dealer Board	State Inspector General	State Council of Higher Education for Virginia	Racing Commission
Workers' Compensation Commission			

Pool II Agency Audits

Financial-Related:

- Aging and Rehabilitation Services
- Museum of Fine Arts
- Rail and Public Transportation
- State Bar
- Supreme Court

Federal Compliance:

- Agriculture and Consumer Services
- Housing and Community Development
- Military Affairs
- Veterans Services
- Workforce Development and Advancement

Special Project Highlights




Commonwealth Data Point



Virginia Birth-Related Neurological
Injury Compensation Program and Fund

Commonwealth Data Point

Examine technology needs



Modernizing and increasing functionality may require additional budget support

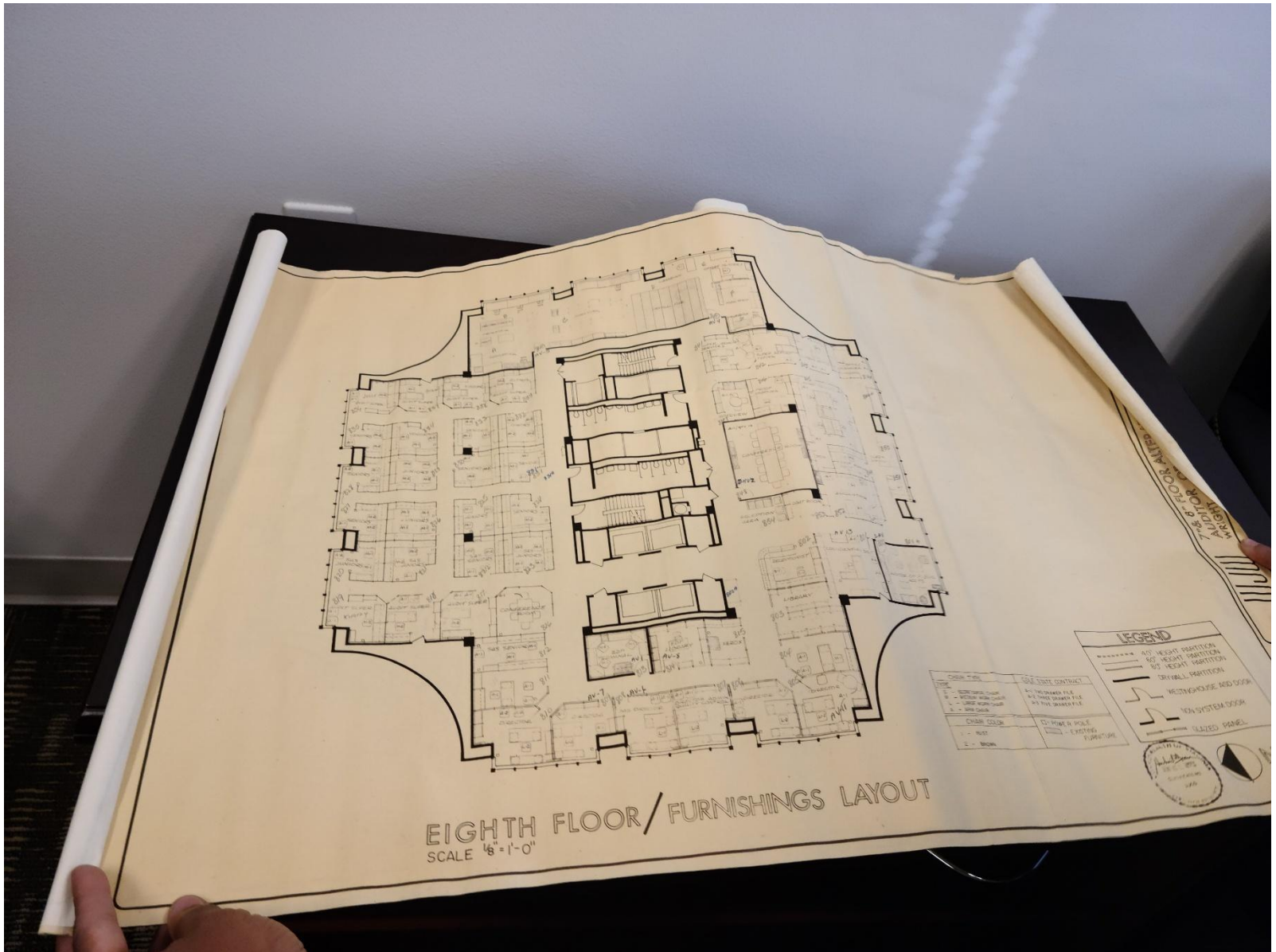


ADA accessibility requirements may require changes to features

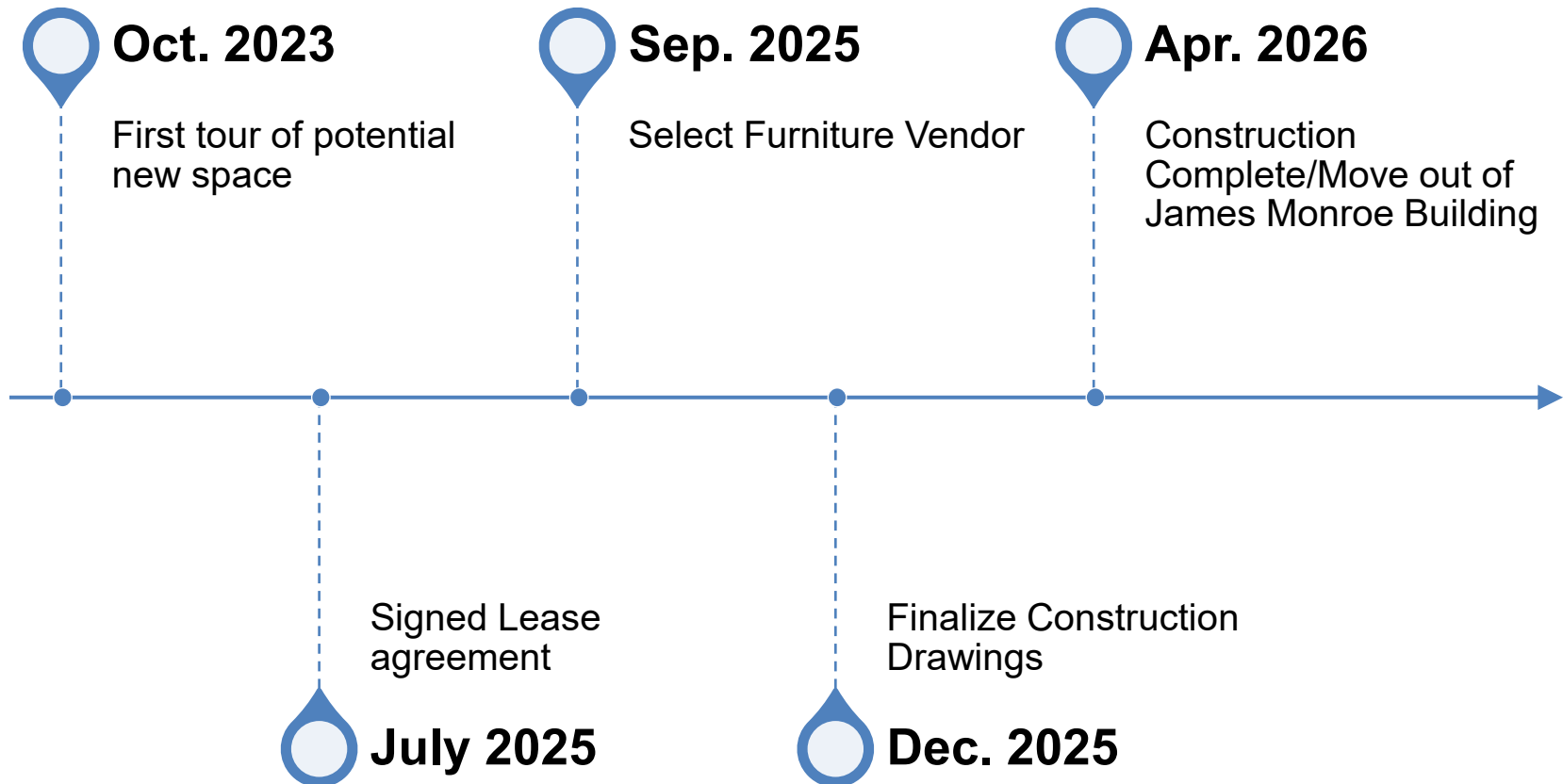
Virginia Birth-Related Neurological Injury Compensation Program and Fund

- Work plan includes hours for review of any audit related to the fund (Chapter 1083, 2026 Session)

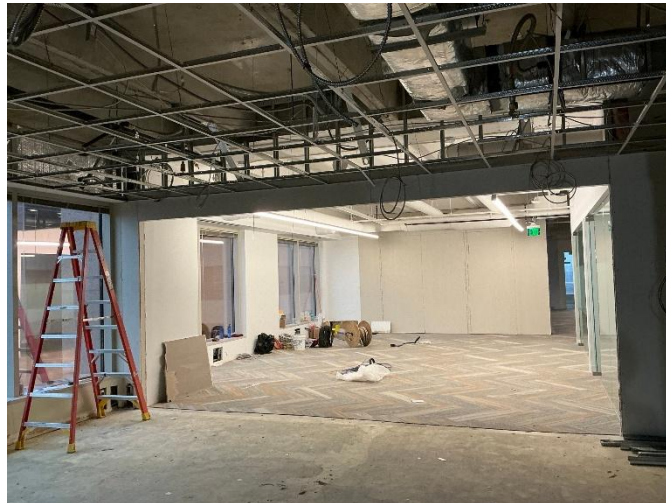
OFFICE RELOCATION UPDATE



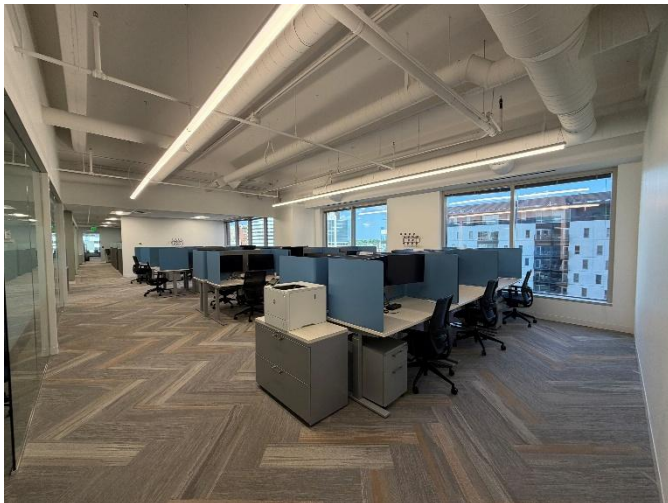
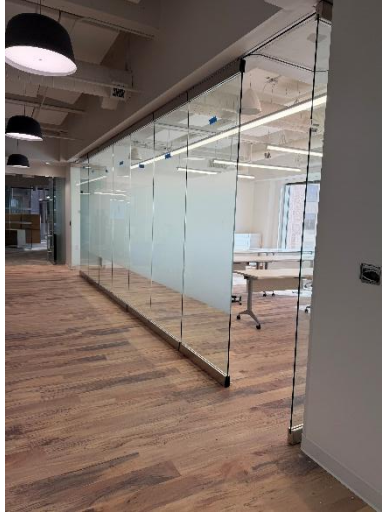
Office Relocation Timeline



Embracing the Future



Embracing the Future



Requested Actions

Approval of the proposed 2027 Work Plan

The APA Team

