

Status of Audit Resolution

December 2014

Liquor Control Board (LCB)

Agency: 195

Audit Report:	1012411
Finding Number:	001
Finding:	<p>The Board initiated an investigation and determined abuse of payroll and leave benefits had occurred at the Board between August 2012 and May 2013, which led to a loss of approximately \$32,500. Four Information Technology Specialists misused state resources by claiming pay for time not worked. Two of the employees were in supervisory positions.</p>
Fraud Amount:	\$32,500
Recovery to Date:	\$0
Resolution/Status:	<p>The following was the action taken:</p> <p>The Board developed a new telecommuting policy effective November 12, 2013. This new policy sets criteria necessary for an employee to be eligible for telecommuting and the supervision required for employees who are approved to telecommute.</p> <p>The Board believes existing internal controls ensure that the leave is entered for employees who are out of the office.</p> <p>On March 1, 2014, the Board changed its leave reporting tool from an agency internal mainframe system to the state's Employee Self Service leave tool which requires more time accountability between the employee and the supervisor.</p>
Personnel Action Taken:	Terminations, demotions and reduction in pay.
Criminal Action Taken:	This case was referred to the Thurston County Prosecuting Attorney's Office.
Amount to be recovered:	\$37,395 (includes \$4,895 audit costs)
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