

Independent Office of Audits and Investigations

Annual Summary of Findings and Recommendations

July 1, 2019 - June 30, 2020





INVESTIGATIONS



85

New Complaints of Misconduct



18

Misconduct Substantiated



9 - Misuse of Vehicle



5 - Incompatible Activities/
Conflict of Interest



2 - Misuse of Time



2 - Neglect of Duty

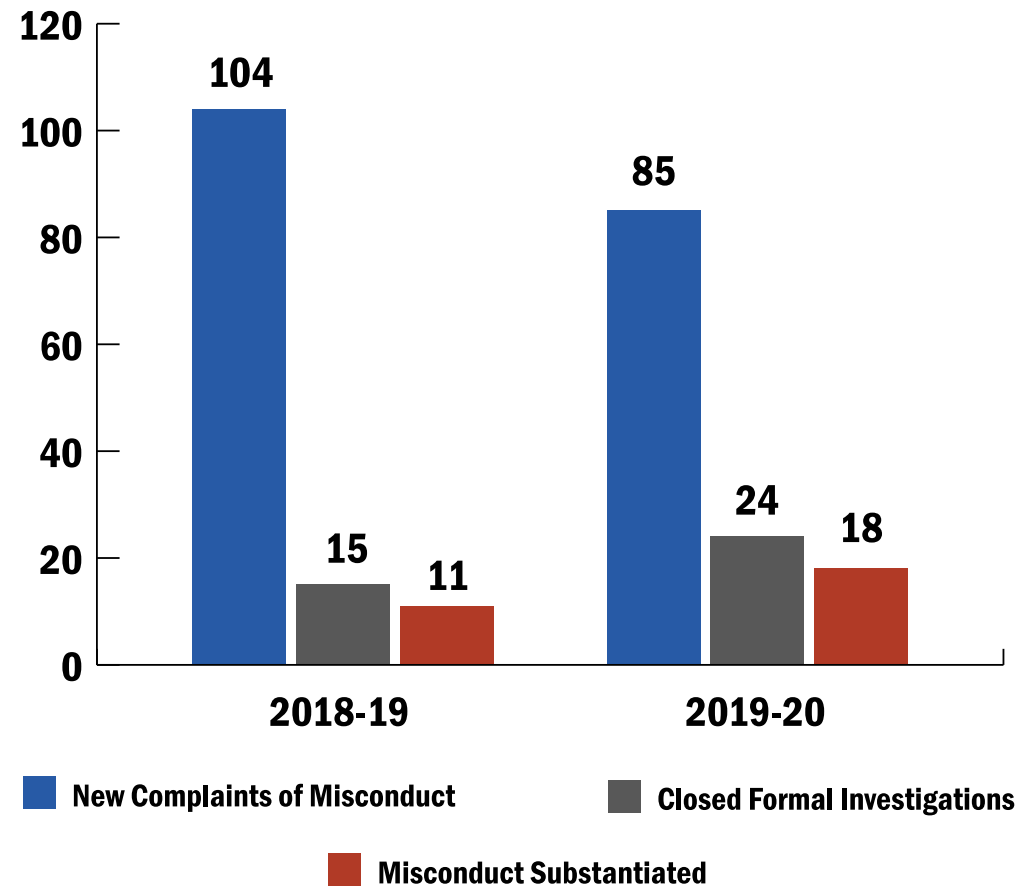


24

Closed Formal Investigations



INVESTIGATIONS





ETHICS HOTLINE



237

New Complaints Reported



39

Complaints Substantiated



246

Complaints Closed



11 - Misuse of Resources



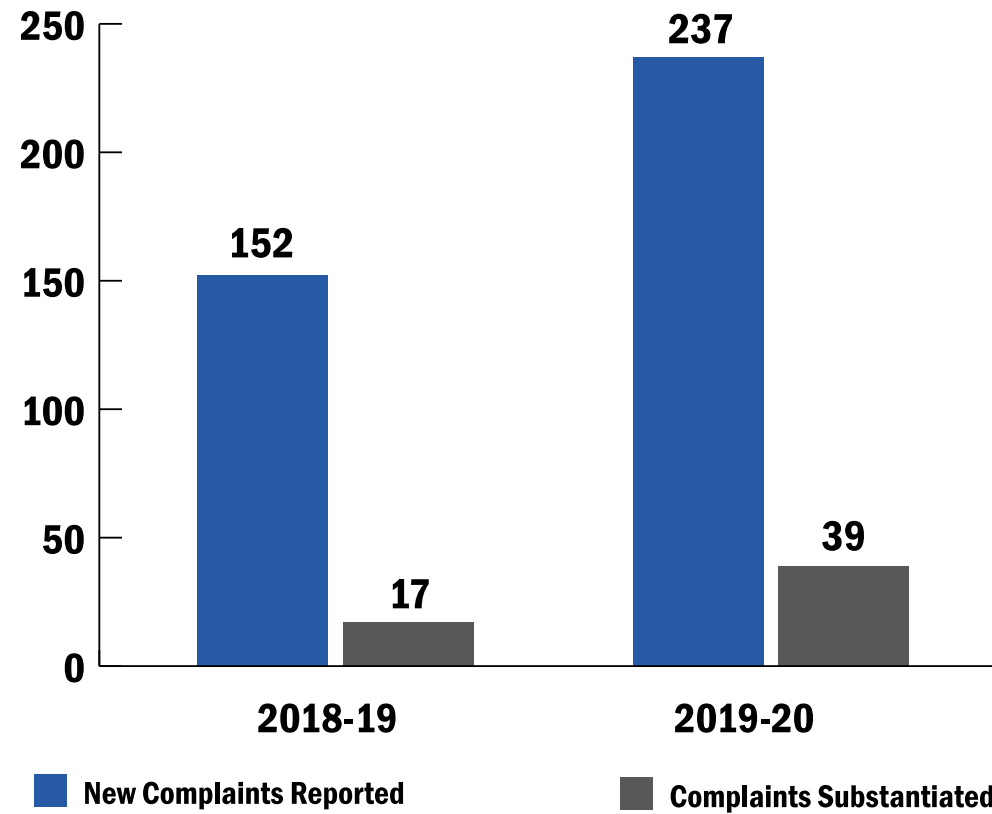
5 - Discourteous / Unfair Treatment



5 - Harassment



ETHICS HOTLINE





DIVERSITY AND SMALL BUSINESS DEVELOPMENT

Diversity Accountability Program

2019-20 Key Accomplishments

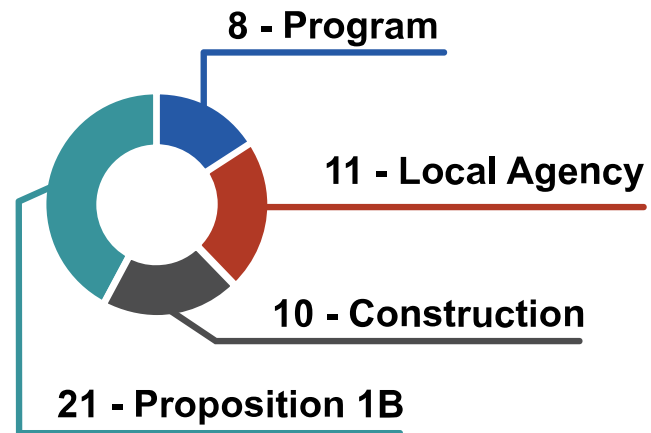
- ✓ Launched and held quarterly IOAI Equity Taskforce Meetings aimed at identifying barriers for small, disabled veteran and disadvantaged business enterprises (DBEs).
- ✓ Established a SB 103 dashboard for reporting focused on showing progress towards SB 103 requirements.
- ✓ Joined statewide and local diversity groups to establish a regular benchmarking practice.

AUDIT SUMMARY: FISCAL YEAR 2019-20



50

AUDITS



LOCAL AGENCY



LOCAL AGENCY AUDITS 11

3 Incurred Cost
11 Projects

\$8,053,822

Total Billed Project Costs

\$73,350

Total Disallowed Costs

\$275,329

Total Questioned Costs

8 Indirect Cost Allocation Plan /
Indirect Cost Rate Proposal

41 Total Rates Audited

\$5,767

Total Disallowed Costs

CONSTRUCTION



CONSTRUCTION AUDITS 10

22 Construction Contracts

6 Audits of Extra Work
Change Orders and
Emergency Contracts

4 Special Request Audits

\$37,709,464

Total Contract Costs

\$288,655

Total Disallowed Costs

=.77%

Disallowed Costs
as % of Total

\$5,303,188

Total Claimed Costs

\$2,988,881

Total Avoided Costs

=56%

Avoided Costs
as % of Total

PROPOSITION 1B



PROPOSITION 1B AUDITS 21

49 Proposition 1B Projects

\$1,456,076,487
Total Value of Projects

\$ 9,029,701
Total Disallowed Costs

.62%
Disallowed Costs as %
of Total

FINANCIAL DOCUMENT REVIEWS – ARCHITECTURAL AND ENGINEERING (A & E)



FINANCIAL DOCUMENT REVIEWS OF ARCHITECTURAL AND ENGINEERING CONTRACTS **301**

VALUED AT **\$794,845,993**

≈ AVOIDED COSTS **\$20,855,622**

Between Caltrans and A&E Consultants:

67 Contracts

Valued at **\$383,621,782**

≈ AVOIDED COSTS **\$14,399,177**

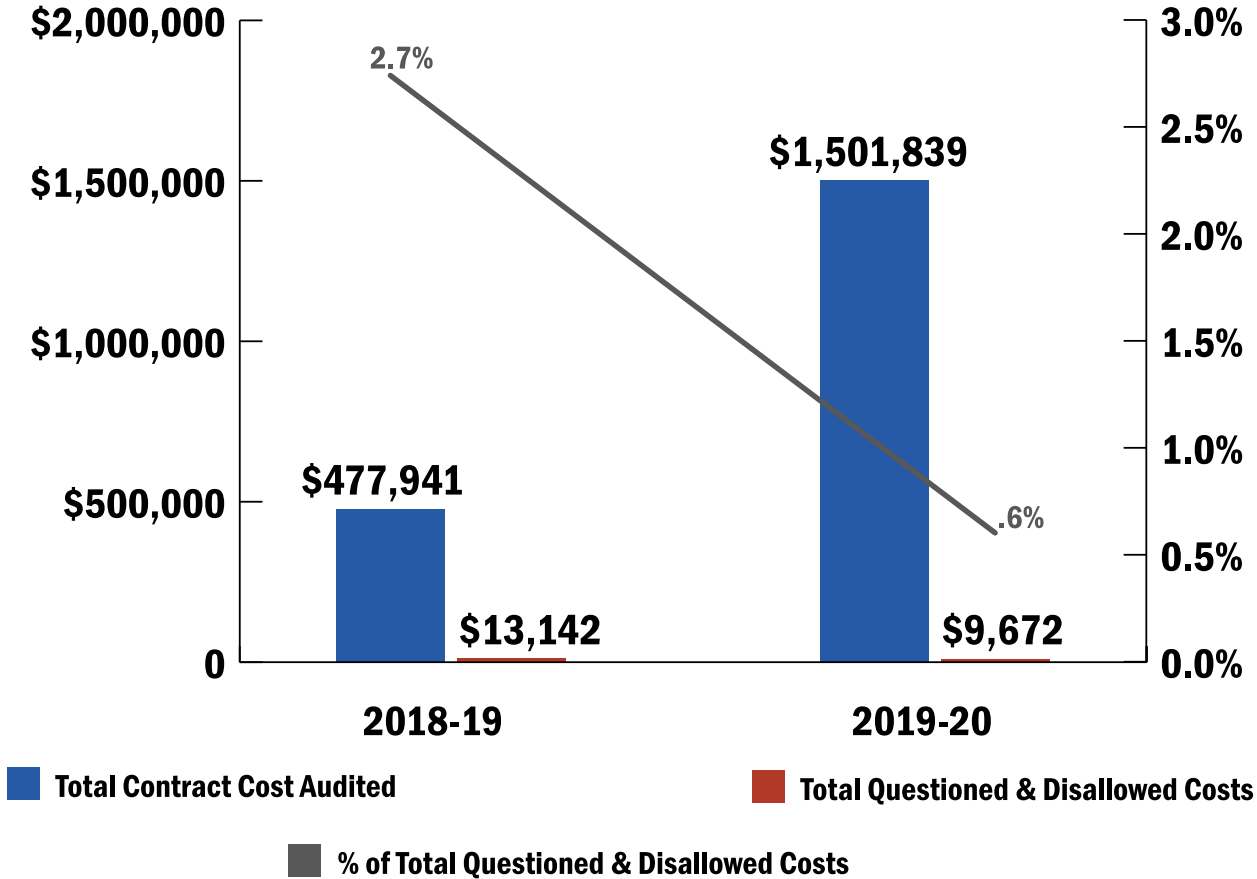
Between Local Agencies and A&E Consultants:

234 Contracts

Valued at **\$411,224,211**

≈ AVOIDED COSTS **\$6,456,445**

Total Audited Cost vs Questioned & Disallowed Cost (IN THOUSANDS)



STATUS OF AUDIT RECOMMENDATIONS 2019-20

213 Total Recommendations



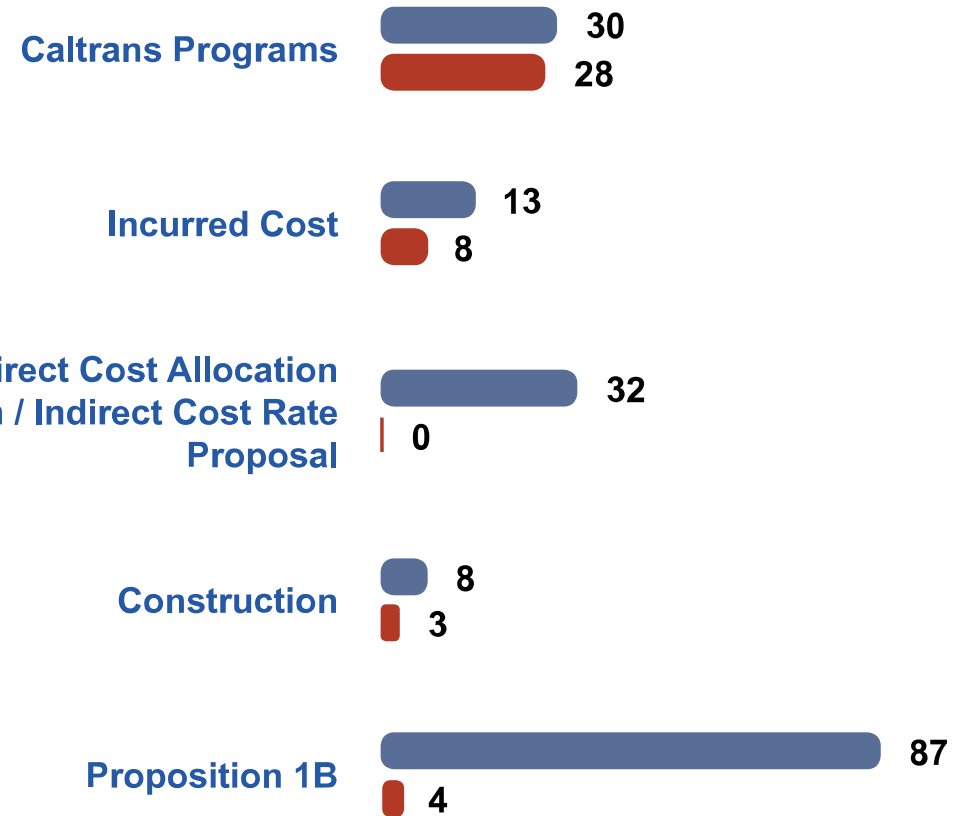
170

Open Recommendations



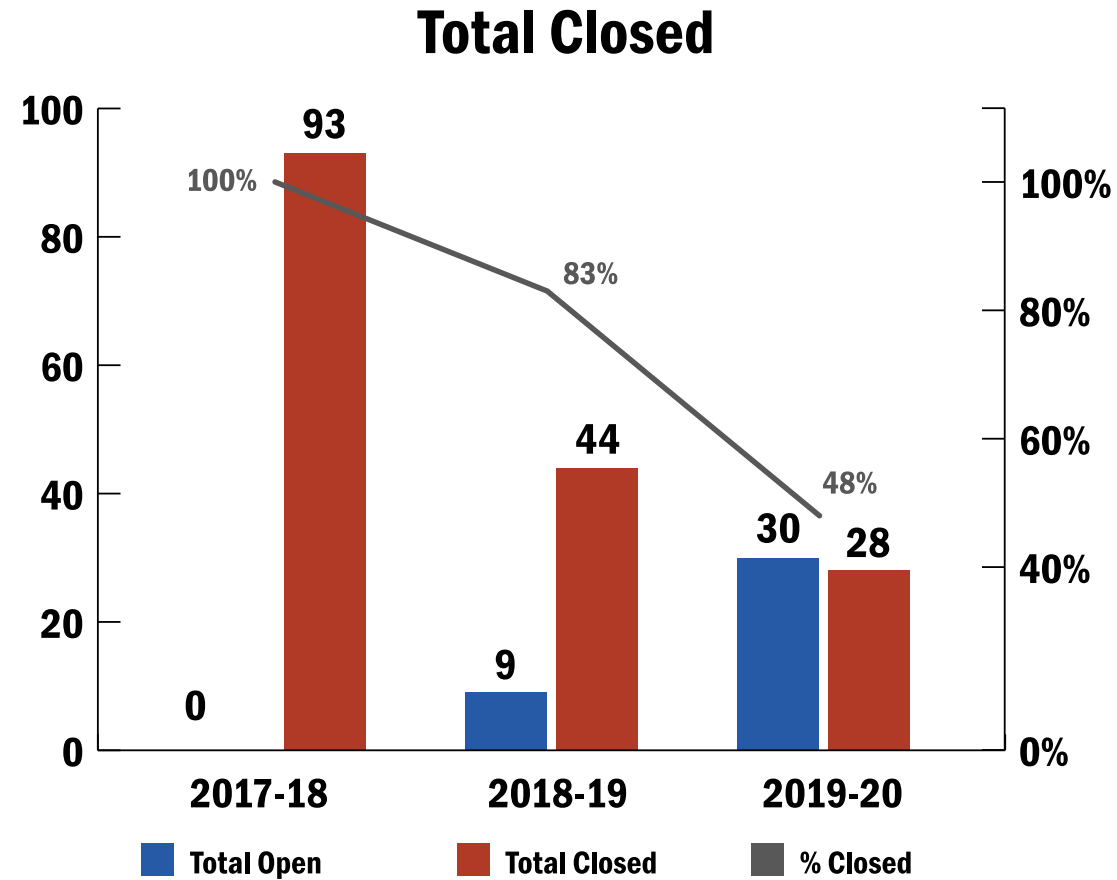
43

Closed Recommendations



PROGRAM AUDIT RECOMMENDATION STATUS

as of June 30, 2020



LOOKING AHEAD

Key SB 1 Audits

- Evaluation of new efficiency measures implemented to achieve \$100 million in savings.
- Progress of Caltrans towards meeting mandated SB 1 performance outcomes, including Bridges, Culverts, and Level of Service.
- Program oversight and accountability for various programs identified in SB 1.
- Effectiveness and accuracy of Caltrans Project Cost Estimates.
- Verification of SB 1 project costs for appropriateness.

Key SB 103 Independent Reviews

- Implementation of the Caltrans OBEO Outreach Plan.
- Implementation of the Caltrans Conformance with Discrimination Policies and Practices
- Implementation of the Caltrans Small Business Growth Plan