

RECENT CHANGES TO EXTERNAL AUDITS WEBSITE

**Update: 7/1/2012:**

**The National Compensation Matrix (NCM) was released on 5/8/2012. To determine the allowability and reasonableness of executive compensation for submissions based on actual costs incurred in years 2011 and thereafter, Engineering Consultants may either:**

**(a) prepare a compensation analysis in accordance with procedures set forth in Section 7.5 of the AASHTO Uniform Audit & Accounting Guide (2010 Edition), or**

**(b) use the NCM (please review the NCM Instructions and Q&A for further details).**

**NCM Compensation Matrix Webinar, recorded June 19, 2012**

**Note: The NCM is available and may be downloaded from at the AASHTO website. In addition, the AASHTO website contains the link to the Webinar:**

**<http://audit.transportation.org/Pages/default.aspx>**

**The AASHTO Internal Control Questionnaire [ICQ] has been updated as of June 25, 2012 and is now available for use.**

**Note: The ICQ is available and may be downloaded from at the AASHTO website:**

**<http://audit.transportation.org/Pages/default.aspx>**

**The CPA Workpaper Review Program has been updated as of June 13, 2012 and may be downloaded from at the AASHTO website:**

**<http://audit.transportation.org/Pages/default.aspx>**

**The Webinar covering *Consultant Services Requirements and Updated Q & A Guidance* recorded March 27, 2012 has a link on the AASHTO website:**

**<http://audit.transportation.org/Pages/default.aspx>**

## GENERAL

- Updated External Audit Circulars to provide additional guidance regarding Indirect Cost Rate audits
- Updated 'Cost Per Mile Conversion' Excel File for computing eligible Company Owned/Leased Vehicles amounts
- Added that a FAR Audit of Indirect Costs must be submitted along with an internally prepared schedule of Principals Compensation that will allow the Office of External Audit to compute an indirect cost rate, if required, for compliance with the State of Conn OPM General Letter 97-1. **No separate indirect cost rate audit for compliance with OPM 97-1 is required.**
- Added that the Internal Control Questionnaire for Consulting Engineers [ICQ] be submitted along with their audited indirect cost rate
- Added that the Certification of Final Indirect Cost Rates be submitted along with their audited indirect cost rate. This Certification is required under FHWA Order 4470.1A.