CITY OF VANCOUVER

OFFICE OF THE CITY MANAGER
Internal Audit Division

September 11, 2026

To: Audit Committee:
Donny van Dyk – City Manager
Karen Levitt – Deputy City Manager
Colin Knight – General Manager, Finance and Supply Chain Management
Francie Connell – Director, Legal Services and City Solicitor

CC: External Auditor
Auditor General

From: Carmen Fuellbrandt – Chief of Internal Audit

Subject: **July 2026 Follow Up of Internal Audit Recommendations**

A follow-up of open audit recommendations is included in the annual Internal Audit Plan and conducted semi-annually for all previously issued audits. The objective is to determine the extent to which audit recommendation action items have been implemented and whether any significant internal control weaknesses remain outstanding.

A. Work Performed

Status updates were requested for a total of 74 action items across the City, relating to open audit recommendations that were due on or before June 30, 2026.

For action items that were reported by management as having been completed, Internal Audit requested and reviewed supporting documentation to verify completeness and adequacy in addressing the initial issue or control gap identified.

B. Results

Of the 74 open audit recommendations, 26 (35%) were reported as complete. Of the 48 items that remain open and due, none require the immediate attention of the Audit Committee as they are assessed at medium or low risk.

Audit recommendations – 48 in progress

There are 48 outstanding recommendations that are either in progress, substantially complete, or complete but awaiting supporting documentation from management, as shown in Figure 1. Figure 2 provides a breakdown of the open recommendations by their original due date year.

Management indicated that many of the delays in implementing the audit recommendations were due to shifting priorities and staffing changes across the City.

Figure 1: Status of Outstanding Recommendations

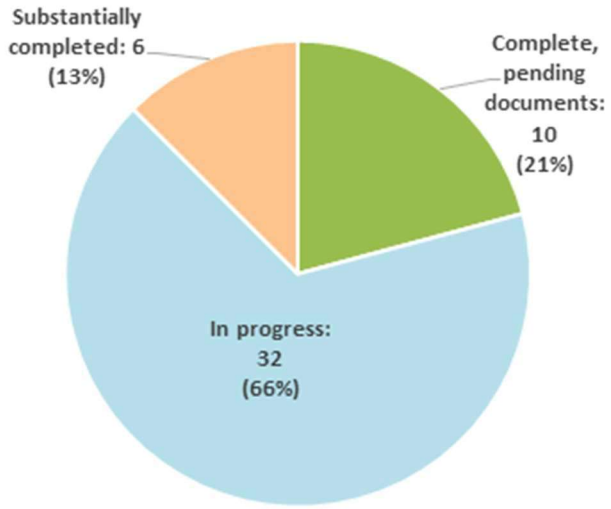
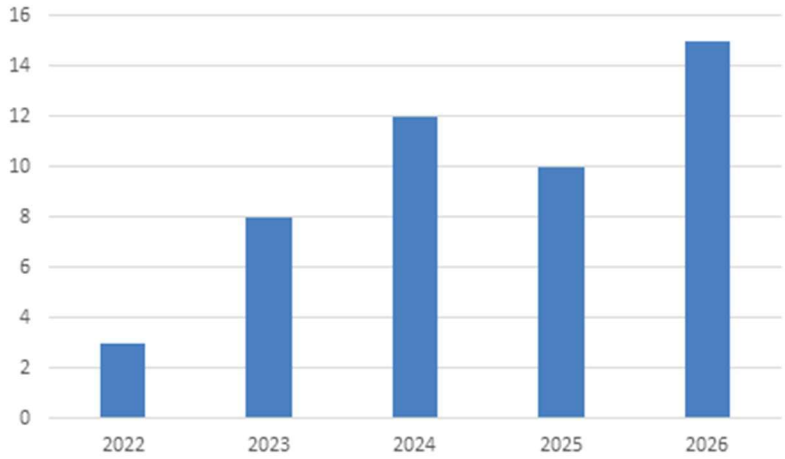


Figure 2: Open Audit Recommendations by Due Date



Additionally, details of all remaining open audit recommendations, including management's comments regarding progress made to date, are included in Appendix A of this report. Appendix B contains a summary of all audit recommendations that were closed during this follow-up. Internal Audit's next scheduled follow-up on audit recommendations will be in January 2027.

Please feel free to contact me if there are any questions.

Sincerely,

Carmen Fuellbrandt, CPA, CMA, CIA
Chief of Internal Audit