

**July 2025 Commissioner's Meeting
Internal Audit Status Report
As July 3, 2025**

Weaver and Tidwell, LLP (Weaver) is the outsourced internal auditor of the Texas Credit Union Department (CUD). The Weaver engagement team is led by Daniel Graves, Partner.

Based on the Annual Internal Audit Plan approved by the Commissioners in August, we have completed the audit plan for fiscal year 2025.

Fiscal Year 2025 Internal Audit Plan

The FY 2025 Internal Audit Plan includes an internal audit and an annual internal audit report. The table below includes the status and progress of each portion of the plan.

2025 Internal Audits		
Internal Audit	Description	Status
Internal Audit over IT General Controls	The IT General Controls internal audit was completed on June 20, 2025. We will perform follow-up procedures over findings identified in the current year's audit in the fiscal year 2026 audit plan.	Completed
2025 Annual Audit Report		
Annual Audit Report	Internal Audit will prepare the annual internal audit report in compliance with the Texas Internal Audit act. Guidance for the report is issued by the State Auditor's Office in early August of each year. It is due to the State Auditor's Office, the Legislative Budget Board and the Governor's Office by November 1, 2025. Included with this report is the proposed internal audit plan for fiscal year 2026. This plan is consistent with the risk assessment and 3-year plan we have previously presented.	August 2025



Daniel Graves, CPA, Internal Auditor
Partner
Weaver and Tidwell L.L.P.

**Credit Union Department
Proposed FY 2026 Internal Audit Plan
As of July 2025**

Audit Area	Risk Rating	Summary Procedures
2026 Planned New Internal Audits		
Payroll	High	Internal Audit will include an evaluation of risks and internal controls in place related to the Credit Union Department's Payroll Management practices. Activities to be evaluated will include Timekeeping and Approval, Payroll Processing, Payroll Taxes, Compliance Reporting, Voluntary Deductions, and Accrued Leave.
2026 Planned Internal Audit Follow-up		
IT General Controls	High	Internal Audit will perform follow-up procedures on 2025 Internal Audit findings to ensure corrective action has been taken.
2026 Planned Annual Requirements		
Project Management	NA	Track overall internal audit procedures, coordinate audit activities, and reporting to management.
Update Risk Assessment	NA	Perform required annual update of risk assessment.
Annual Board Reports	NA	Prepare and submit required Annual Internal Audit Report and reports to the Audit Committee of internal audit activities.