



Fiscal Year 2025-26 Internal Audit Plan

Madison Rorschach

September 9, 2025

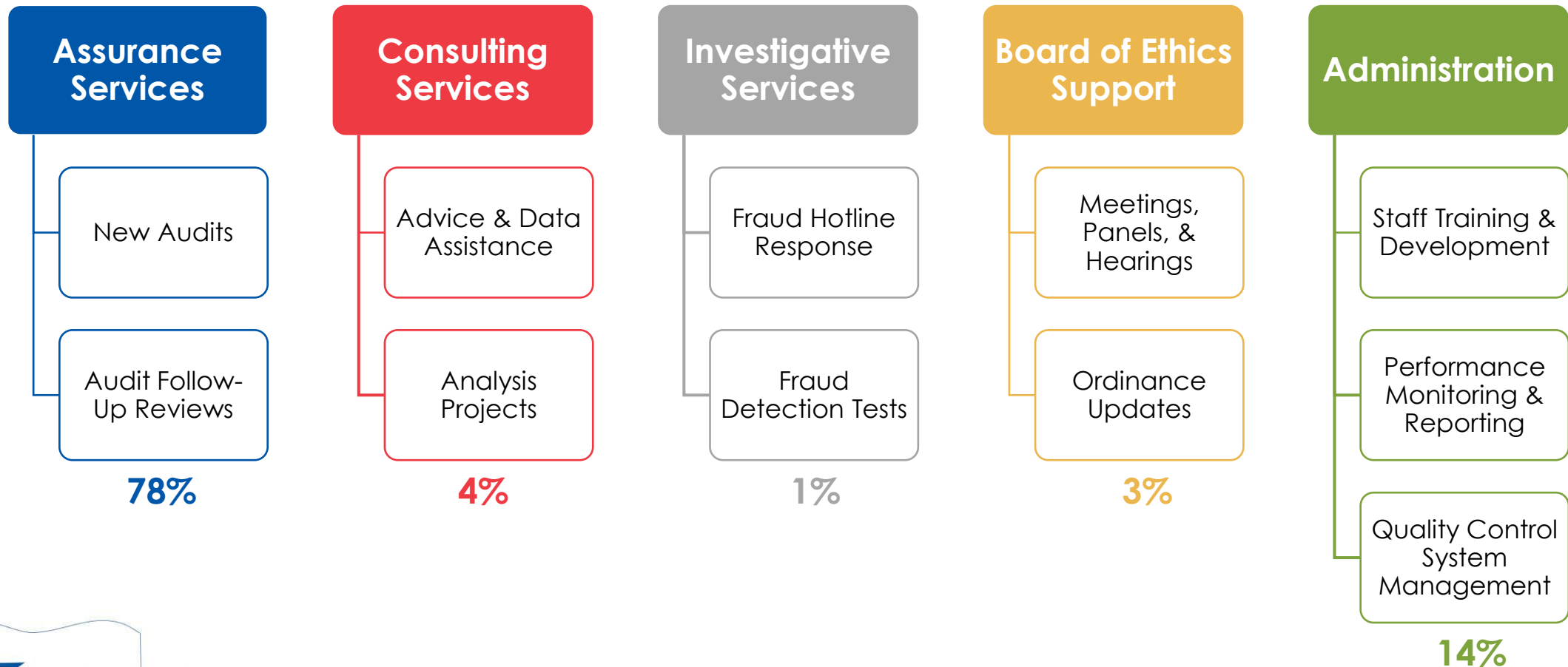
City Auditor



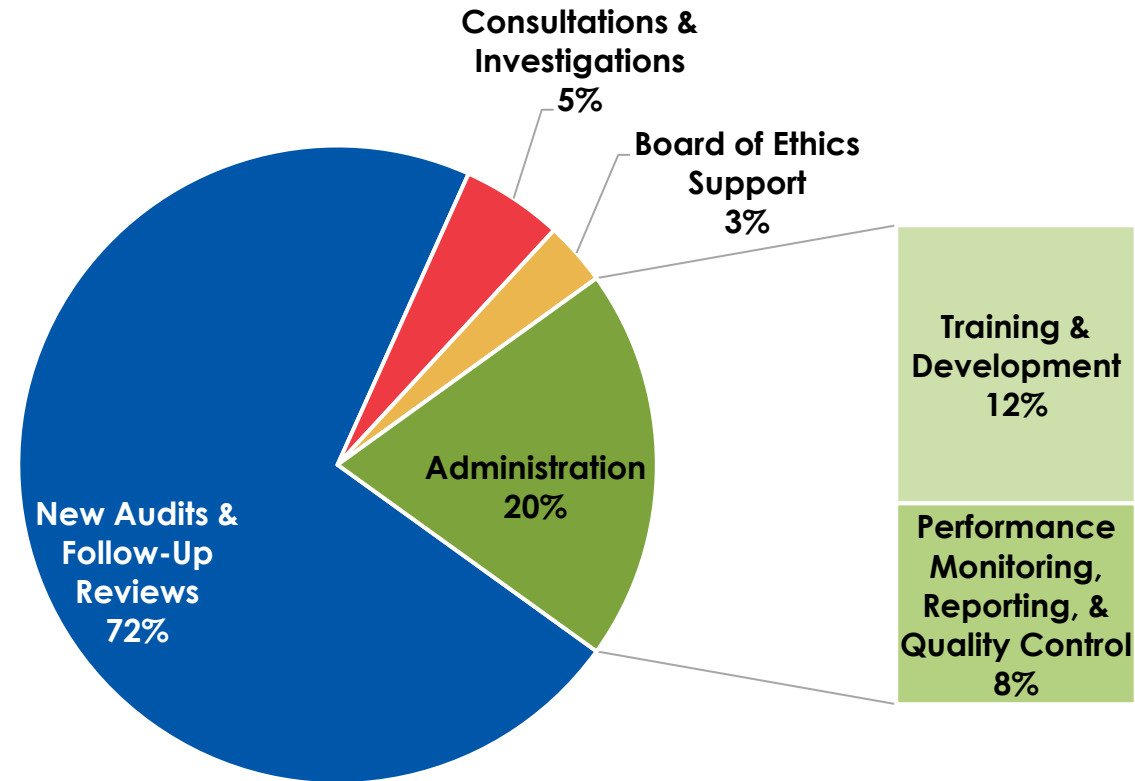
City Auditor's Lines of Service (FY24-25)

Vision: Strengthen public trust and promote continuous improvement throughout City operations.

Mission: Serve Denton residents by providing independent and objective reviews of City functions.



FY25-26 City Auditor's Office Time Budget



FY25-26 City Auditor's Office Assurance Services Allocation Options

Option	Follow-Ups Reports	Recs. Reviewed	Est. Avg. Months to Initial Follow-Up	Number of New Audits
1: Business as Usual (Prioritizes Audit Coverage Goal)	6	71	33	4
2: Complete Catch-up (Prioritizes Follow-Up Timeliness Goal)	12	152	30	2
3: Combination (Compromises on both Goals)	9	118	31	3

FY25-26 New Audit Project Options by Resident Priority

Critical

- **Financial Planning:** budgeting, investment management, and debt management.

High

- **Jail Operations:** booking procedures, detention activities, and release processes.
- ◆ **Climate Resiliency:** weather-related preparedness activities, conservation incentive program management, and long-range natural and physical infrastructure planning.

Medium

- **Vehicle Management:** procurement life cycle, usage practices, and maintenance.
- ◆ **Tourism Initiatives:** Hotel occupancy tax usage and marketing activities.
- ◆ **Airport Operations:** revenue collection and fixed business operations contract compliance.
- ◆ **Library Operations:** facility planning and usage, collection management, and program offerings.

Low

- ◆ **Volunteer Management:** recruitment, retention, and risk management.

Minimal

- None.

FY25-26 City Council Directed Consultation Projects



Council Travel Expense Compliance Review;
25 Hours.



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*200 hours are available for performing non-audit services annually; these are typically completely flexible.

Peer City Groups Update



	Population (2024)	Pop. Growth (2020-2024)	Median Income	Persons in Poverty	Sq. Miles	Bus. Activity Complexity
City of Denton, TX	166,000	18.7%	\$73,100	15%	96	High
TX Pop. Peers						
City of Killeen, TX	163,100	4.5%	\$60,100	17%	55	Medium
City of McAllen, TX	147,500	4.5%	\$60,200	20%	62	Medium
City of Waco, TX	146,200	4.3%	\$52,800	15%	89	High
Non-TX Pop. Peers						
City of Clarksville, TN	180,700	10.0%	\$67,200	13%	99	High
City of Murfreesboro, TN	165,400	9.5%	\$78,100	10%	62	High
City of Surprise, AZ	160,300	16.0%	\$89,600	8%	108	Medium
City of Roseville, CA	154,300	10.0%	\$107,900	6%	44	High
City of Palm Bay, FL	140,200	18.2%	\$67,900	12%	86	Low
Utility Peers						
City of Austin, TX	1,054,100	2.9%	\$91,500	12%	320	High
City of Lubbock, TX	269,800	5.4%	\$54,500	19%	135	High
City of Bryan, TX	92,300	8.5%	\$53,000	23%	54	High
Geographic Peers						
City of McKinney, TX	250,400	16.5%	\$116,700	6%	68	Low
City of Garland, TX*	250,100	1.7%	\$71,700	13%	57	High
City of Grand Prairie, TX	207,300	5.7%	\$72,100	14%	72	Medium
City of Mesquite, TX	150,100	-0.1%	\$67,300	14%	50	Medium

Questions?

City Auditor's Office

Madison Rorschach, City Auditor



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