**INTERACTION OF AUDIT, COMPLIANCE, AND MANAGEMENT**

**Audit Services**
- Validates Management's Implementation of Internal Controls and Business Processes
- Internal Audit Identifies Compliance Issues
- Audit Refers to Compliance for Collaboration with Management to Develop Compliance Controls
- Internal Control and Compliance Systems Validated by Internal Audit

**Compliance Services**
- Obtains and Reviews Information from Numerous Sources: Laws and Regulations, Management Concerns, and Professional Organizations
- Assists Management in Formulating an Understanding of Compliance Risks
- Evaluates with Management Current Policies, Procedures, Training, and Internal Controls
- Assists Management with Formulation and Implementation of Corrective Actions and Development of a Work Plan
- Achievement of Compliance Work Plan

*Continuous Process*